PLOPLE

Sea Perunian Trip

# Labor Turmoil in South Korea Signals a 'Time of Reckoning'

By Fred Hiatt

INCHON, South Korea - For. years they have come from the countryside to industrial cities like this. They are young men and women desperate for work and willing to live in barracks-like dor-mitories or tumbledown takchan. loosens its control, workers are demitories or tumbledown takchan, the "chicken coops" where factory laborers sleep huddled next to one

Working longer hours than la-borers anywhere else in the world, they have powered a remarkable success story, bringing mexpected prosperity to a nation

But while the wealth is more

or crippled in industrial accidents, according to union officials.

Spontaneous, leaderless and ap-

## Victorious Lange Vows To Continue Reforms

AUCKLAND, New Zealand -Prime Minister David Lange, following an election victory, said Sunday that his government remains committed to economic reforms and will not return to a military relationship with the United

next three years is that we will use a dynamic economy to make New Zealand a fitter place to live in," he said. "It's a matter of capitalizing on what has already been sacrificed" in economic change.

Mr. Lange's Labor Party was reelected Saturday with a 15-seat margin, the same overall majority it held in the last parliament.

Mr. Lange, who dismantled a wide array of economic regulations in his first term, said Sunday that there would be no dramatic changes in economic policy.

- 4:15

STO NATIONAL

457

TONS,

TON SALES

10.207025

ZYACE...

- <u>- " (v:EL</u>

. ≔. j.AND.

1:V

.311C 77 27 377

--- 7.5

Ja work

- 4 35 F 505

- 13

2 ... 27

WARREST TO STATE "In fact, that policy is now firmly embraced," he said. New Zealand "can expect that predictable sort of government that we've had in the last three years."

to a military relationship with the United States, which suspended New Zealand from the ANZUS de-fense alliance because of Labors ban on visits by nuclear ships.

"We have a businesslike, practical relationship with the United States," he said, "and we're not we're not going to be in a nuclear relationship with the United

ort for Program Times reported earlier from Welling-

the 97 parliamentary constituencies, Labor took 56 seats and the National Party 41. In the previous '95-seat Parliament, Labor held 55 seats, National 38, and the Democrats 2. In the popular vote, Labor won 47 percent, National had 45 percent, and the Democratic Party

The election Saturday was seen

## Kiosk Pope Promotes

Role for Women CASTEL GANDOLFO, Italy (AP) — Pope John Paul II said Sunday that the synod of bishops scheduled for October to examine the role of lay people should concentrate on ways to give women a greater role in

the church. The pope said the role of women had "notably grown" in evangelism, catechism, liturgy and theology. "Thus, now seems the propitious moment to examine more deeply the ways to assure a greater participation of women," he said.

GENERAL NEWS

■ South Africa's largest mining company called for talks with strikers to end violence. Page 2. ■ The Pentagon has started building a computer complex to simulate space-based battle and delense systems. Page 3. ■ U.S. aid to the contras should continue until democratization is under way in Nicaragua,

President Reagan said. Page 3. ■ Hong Kong's 16,000 residents of Indian background say they

are "running a serious risk of statelessness." Page 5. ■ In the Philippines, 18 persons died in clashes with guerrillas, and a fuel price rise caused pro-

BUSINESS/FINANCE

Manpower Inc. rejected a \$1.2 billion takeover bid by Blue Arrow PLC. Page 7. Growth in Soviet industrial output slowed sharply in the first part of 1987.

evenly distributed than in many just about everyone's part - the

Now, as the authoritarian govmanding a greater piece of the "economic miracle" in an explo-Sion of rank-and-file strikes, sit-ins and other job actions.

parently beyond any institution's control, the labor stirrings have injected uncertainty into South Kothat was destitute three decades rea's fragile progress toward de-

mocracy.
"I think there's a recognition on

"What's going to happen in the

He said there would be no return

going to have a military relationship with the United States and

Charlotte Evans of The New York Miners Get

as a referendum on the economic

# ton, New Zeoland: With final results in from 96 of Pay Increase In S. Korea

SEOUL - A labor dispute in South Korean coal fields eased Sunday with a promise of higher pay for miners, but strikes and stoppages continued in other in-

dustrial sectors. Some 700 striking miners and their families dismantled barricades on a railway bridge near Sabuk after officials of Tongwon Coal Mining Co. agreed to increase

The miners had confronted 1,500 policemen for three days in the most serious of a series of protests and violence to hit the mines of the Taebaek mountain region, a traditional center of labor militancy.

Labor disputes have disrupted South Korea since July 1, when the government agreed to opposition demands for political reforms, ending three weeks of violent street

Meanwhile, the police said they were questioning 103 people, mostly students, arrested Saturday night after thousands of protesters held anti-government and anti-American demonstrations in central

Riot squads used tear gas to prevent protesters from marching through the streets after a rally to mark Korea's independence day.



**David Lange** 

policies of the Lange government. The prime minister appeared on spread to another subsidiary." television to congratulate the country on its "remarkable judgment" and to assert that "this is a country

which grew up economically." Shortly before, the leader of the mands moderate and the strikes National Party, Jim Bolger, had settled within a few days. Choi telephoned the prime minister to Jang Jip, a professor at Korea Unicongratulate him.

described the result as "a victory periods of labor unrest.
for New Zealand" and for its "The scope of worker participasense of realism that we have to tion is enormously wide, explosive, See LANGE, Page 2

developing nations, millions of government, the political parties workers barely scrape by. Last and management — that basically year, more than 23,000 were killed workers' grievances are justified," a Western diplomat said last week. "They reflect genuine, pent-up feel-

ings, and it's a time of reckoning."
But as it tries to steer a course away from sweatshops and repression of unions, South Korea is without pilots, many experts say. Many workers view existing unions suspiciously as pro-government, and the lame-duck government can hardly act as honest broker after

years of siding with management.
"It seems that labor disputes stem from a pent-up sense of pov-erty and frustration," Labor Minister Lee Hun Kee said. "Under the government's growth-first policy, there is no denying that not enough attention has been paid to the question of equitable distribution of income and improvement of working

Since the government of Presi-dent Chun Doo Hwan stunned the nation six weeks ago by accepting opposition demands for free elections and other reforms, there have been more job actions than in all of 1986, involving tens of thousands of workers. The nation's five major automakers, including the Hyundai plants that build Excels for export to the United States, have been shut down, either by strikes or parts shortages caused by strikes at supplier firms.

Shipbuilders, miners, bus drivers and even pop singers have held protesis, and small companies have been hit as hard as the large ones. In Inchon, a port city west of Seoul, disputes recently closed more than 20 small and medium-sized companies, including machine shops and makers of elevator parts, furniture and musical instruments.

"It's like a brush fire," an organizer said. "It will rise up in one place and perhaps die down, but before it dies down another rises up. If it starts in a large company, it spreads to the subsidiary; and if it is settled there, it has already

Although the police have responded with tear gas at a few mines and factories, the disputes have been largely peaceful, the de-Finance Minister Roger Douglas guishes the movement from past

See STRIKES, Page 2



Survivors from the supply boat Anita, which was sunk by a mine, being carried ashore at

Fujaira, in the United Arab Emirates. Six sailors died in the incident, and five survived.

WASHINGTON — The Reagan administration, arguing that the Iran-Iraq war has created an urgent need to strengthen Saudi Arabia's ability to defend Gulf oil supplies, is planning a \$1 billion arms sale to the Saudis that will include a new attempt to deliver 1,600 Maverick The sale of those missiles was

By John M. Goshko

withdrawn last June in the face of massive congressional opposition. Sources familiar with the plan said Sunday that the administration is expected to notify Congress of the proposal shortly after the summer recess ends Sept. 9.

Congressional sources, noting that the proposed package also in-cludes up to 14 of the latest F-15 fighter jet and enhancements to upgrade earlier F-15s and other

Saudi Arabia's possession, predictin terms of the weapons the admin-ed that the move will be a major istration wants to sell, there are "no test of strength between the White surprises" in the proposed package trolled Congress.

The sources warned that the administration can expect pro-Israeli members and others disenchanted with Saudi Arabia to fight the administration plan with the same ferocity that forced the White House into retreat on the sale of the Mavericks and that almost derailed another Saudi missile sale last year. In May 1986, President Ronald Reagan vetoed legislation blocking the sale of Sidewinder air-to-air, Harpoon air-to-sea and Stinger ound-to-air missiles to the Sau-

Administration officials, while confirming details of the plan, denied that they were trying to gain what one called "the advantage of surprise" by moving immediately after the recess. One senior official said the timing was dictated by the situation in the Gulf, where the administration believes that the in the Gulf have not reduced the dent to consult with Congress berisk of widened warfare has in-

because its components have been discussed in informal contacts with key members of Congress, leaders of U.S. Jewish organizations and the Israeli government. He noted in regard to the Mavericks that when Mr. Reagan withdrew the sale proposal on June 11, he said the action was "only temporary." Until now,

new effort to push through the sale. The senior official said the administration believes that Iran's increased bellicosity, which has led to the controversial escorting of Kuwill strengthen Mr. Reagan's argu-Iran and also might alleviate the other acts of intimidation. need to increase U.S. forces in the

however, the president has not in-

dicated when he would launch a

However, congressional opponents contended that recent events. The resolution

See ARMS, Page 2

# Baker Says U.S. **Could Step Up Actions in Gulf**

WASHINGTON - Howard H. Baker Jr., the White House chief of staff, said Sunday that the U.S. mine-clearing effort in the Gulf should not be a signal to Iran that the United States will take only protective

In an interview on CBS television, Mr. Baker also blamed Iran for planting mines in the Gulf and said that Iran should not assume that U.S. forces in the region will limit themselves to finding and disabling mines. "The Iranians should not be deceived." Mr. Baker said. "They should know that although the United States has acted in a restrained way, that the United States will not fail to

protect its own vital interests." He stopped short of discussing He stopped short of discussing possible retaliatory moves, saying. Iran Invites I sort of hope the Iranians wonder

about that.' Frank C. Carlucci, President Ronald Reagan's national security adviser, said on NBC television that the United States and its allies could cope with the Iranian minelaying.

We certainly have the capability in the Persian Gulf to deal with the mine threat," he said.

He added, however, that the threat posed by mines could not be eliminated entirely. He said the U.S. Navy is "putting resources in the Gulf and we expect to be able

to protect our ships. We are hopeful that we can reduce tensions in the Gulf, to the point where escorting will no longer be necessary," Mr. Carlucci said. He said the administration hoped for a follow-up United Nations cease-fire resolution "which would out some teeth into the first resolution by imposing sanctions on whichever party did not adhere."

Mr. Reagan warned Iran on Saturday that the United States would not "permit extremists to set the agenda or coerce their neighbors" in the Gulf.

"We have to show that efforts of intimidation, like Iranian threats against Kuwait and other nonbelligerent states in the Gulf, do not work," Mr. Reagan said in his weekly radio address. "We're a tolerant people, but we do not bow to intimidation, and we've consistently throughout our history been willing to defend ourselves. Our tolerance should not be mistaken for a

Administration officials told The Washington Post that the statement was intended as a warning to waiti tankers under U.S. registry. Iran that the United States intends to maintain its commitment to free ments to Congress that Saudi Ara-navigation in the Gulf and is prebia can be an effective deterrent to pared to respond to terrorism or Asked whether the War Powers

Act was likely to be invoked, Mr. Carlucci said it was a legal matter.

See BAKER, Page 2

# Visit From

**UN Leader** 

Compiled by Our Staff From Dispatches FUJAIRA, United Arab Emirates — The Iranian foreign minis-ter, Ali Akbar Velayati, said Sunday that his country would welcome a visit by the secretarygeneral of the United Nations, Javier Pèrez de Cuéllar, 10 discuss security in the Gulf.

But Iran also warned Sunday that it "could produce mines like seeds" and cut off oil exports from Gulf Arab states, including pipeline exports, if its own shipping was disrupted. Iran said it had begun mine-

weeping in the Gulf of Oman just 10 nautical miles north of Fujaira just outside the Gulf. The announcement by Mr. Ve-

criticized the world body for failing to condemn Iraq as the aggressor in a cease-fire resolution adopted July 20 by the Security Council. Mr. Velayati was speaking in

Muscat just before returning to Iran after a two-day visit to Oman. There were these other developnents in the Gulf:

• The United Arab Emirates exoded two mines menacing ships but pronounced the main anchorage outside the Gulf at the port of Fuiaira still unsafe. The United Arab Emirates has

not directly blamed Iran for laying the mines that damaged a supertanker, the Texaco Caribbean, last Monday, and also sank a locally owned supply boot, the Anita, on Saturday in the same area, killing six persons. But U.S. officials and Gulf shipping sources believe Tehran was responsible.

• The American warship Guadalcanal reached the Gulf carrying to help protect the U.S. Navy es-

See GULF, Page 2

## 'Restructuring' the Russian Heartland Lebanon

effect of glasnost in the provinces. By Celestine Bohlen

Washington Post Service STAVROPOL, U.S.S.R. - Vasili Ryndin is certain that in a few years the Soviet Union will grow all the grain it needs and break its 15year habit of buying abroad. He bases his prediction on changes he sees happening on his collective farm, 52,000 acres of flat, semiarid land in the northern Caucasus.

"We will stop importing grain in two or three years," said Mr. Ryndin, the chairman of the collective farm. "I am sure of it because here on this farm, people are working now." Sitting in his office on a warm

summer day, Mr. Ryndin speaks as a man who has been liberated. As he tells it, revisions from Moscow, adopted during the last two years under the leadership of Mikhail S. Gorbachev, have "untied our Those revisions have come to be inces is crucial.

known in Russian as perestroika, or restructuring. But "it is not a restructuring," said Mr. Ryndin, 64, to calls for restructuring, a word who has run the farm for 20 years. whose meaning has evolved as Mr. Rather, he said, it is "an upheaval." Gorbachev unfolds his program of Perestroika is the slogan of the social and economic change. protest after company officials agreed to pay increases. Gorbachev era, and here in the re- First only a hint at the need for

in following its precepts. approval for restructuring is most apparent. But for Mr. Gorbachev,

'Day and night I think about how to earn more money, because now the

government has made me responsible.

- Vasili Ryndin, collective farm chairman than in actual conditions. how perestroika plays in the prov-

For more than two years now

nence, people take a special pride of social and economic revisions, from greater "democratization" In Moscow, the official stamp of and "openness," to "self-financing" for local enterprises that must now meet costs and pay their own way with a minimum of help or interference from above.

In this agricultural heartland, Mr. Ryndin already sees heightened interest among the brigades. or small groups of farm workers, who work under contract to grow crops on land allotted to them. They are reducing the size of their crews and cutting back on costs, driven by the incentive to increase "profits" for the collective and. therefore, their own wages.

But for many if not most people improved much, and if it has at all, it seems more in the realm of ideas

The problem for many ordinary people has been to understand what perestroika means for them what they should do and what they will get in return.

"How am I supposed to 'restruc- porting fuel. ture' myself?" asked an employee
at a cattle feedlot in Stavropol. "I serves have dropped to \$200 mil-See SOVIET, Page 2

First in a series of articles on the gion where Mr. Gorbachev was reorganization, the term has now down and rose to political promision to encompass a whole range **Subsidy Cuts** 

> New York Times Service BEIRUT - The Lebanese government, fearing labor unrest, is resisting suggestions that it end commodity subsidies as a means of

replenishing its foreign exchange After 12 years of civil war, Lebanon is facing its worst economic crisis. "We're on the brink of disaster." Economy Minister Victor Qassir said last week.

Mr. Qassir said that the country had enough diesel oil to operate the in the Soviet Union life still has not country's bakeries and state-owned electricity network for only two more months. Without additional state allocations, the Lebanese may be left without bread and power, he

He said that the governor of the central bank, Edmund Naim, had advised against the allocation of new foreign exchange funds for im-

See BEIRUT, Page 9



Wolfram Siebeck outside his castle on the Rhine.

# West German Food Critic Wages War — Heartburn Rampant

Striking miners and their families blocking a rail line on

Sunday near Sabuk, South Korea. The strikers ended their

By Ferdinand Protzman

, International Herald Tribune MAHLBERG, West Germany — From a 15th-century fortress looking over the broad Rhine Valley into Alsace, Wolfram Siebeck, the high priest of modern German cuisine, is waging a crusade to change his country's eating habits. As a start, he would like to see them learn to enjoy it.

Cultivating culinary culture is a daunting task in a land where the sayings "we don't live to eat, we eat to live," and 'eat, drink and be satisfied," are still in use. Greasy schnitzel abounds: Lunch is often a sausage, bread and beer and the smell of frezen french fries bubbling in

stale fat permeates many a gasthaus. But Mr. Siebeck, 58, is battling the grease-slingers and vegetable haters with unquenchable gusto through books, television appearances and columns in the weekly newspaper Die Zeit, as well as in in Stern and Feinschmecker

magazines. Fine food and drink are his raison d'être, and he is not shy about exhorting others to follow his lead. In his opinion, the primary obstacle to good eating in Germany is not a lack of well-trained chefs or quality ingredients. It is the attitude among his fellow citizens toward enjoyment. They are wanting in lust for life. They

just don't enjoy themselves when they eat. "An anti-culinary attitude with deep historical roots rules here. We have great anger. The anger about possible harm from the good life is greater than the pleasure we get from cuisine."

"A German will admire someone who pays an enormous amount of money for a Mercedes 500. But if the same guy goes in a restaurant and spends a couple of hundred marks on an excellent meal, they think, 'the pig must be cheating on his taxes.' They act like it's a sin to savor fine food or drink

an expensive bottle of superb wine." That mentality is rooted in the wars that swept Germany before and after it became a modern nation-state, Mr. Siebeck says, and the food shortages and famine that resulted. But in the prosperity of modern West Germany, he believes it is time to abandon the "one-pot Sunday meal mentality" popularized by the Nazis and learn how to eat

"To alter how people eat, how they think about food and

toward food. They generally cast a cold eye on anyone daring to be an epicure in public.

"Germans." Mr. Siebeck says, "have a strong animosity ians don't."

Eckhard Witzigmann, an Austrian chef trained in nouvelle cuisine, opened his restaurant, Tantris, in Munich. Mr. Siebeck calls the event "the zero hour of modern German "That was our first genuine, modern gourmet restaurant," he said. "We have come a long way since then. Frankly, West

Neither did West Germany until January 1971, when

What we have to change is the middle level, the gasthauses, which are just as bad now as they were 30 years ago." "Everything is frozen or comes out of a can except the mashed potatoes," he said.

Germany has as many gournnet restaurants as it needs now.

The potatoes, he added, are in a 50-kilogram (110-pound) sack of powder that you mix with water and shake." German cuisine has changed considerably since the "zero hour." food critics agree. A second three-star restaurant,

Aubergine, exists in Munich and one- and two-star restau-

rants are sprinkled across the country. The quality and See CRITIC, Page 2

COLORAINE:

the a season define

(Admis ... we are

I TANK ST. W.

New property

of the party and the

mind Wights and the

the filter half the trail

reflect and a least

water fathers than

. 49-am Tax . B. 22-a

The state of

Par to the wife

No. 1 to 1 to 1 to 1 to 1

to any comment of the

Land Mills Markey

gravity and the A ----

parties of the sales

موالقهاي وجدرية

Statistics of the A

ومراجع المعالمة

page track?

Auf 25 (7.34 . 7.4 . 3

MELLINENS TO A

 $(x,y) \in X_{\mathcal{F}}(\mathbb{R}^n) \times \mathbb{R}^n$ 

- كيم نهيين

Section Control

e material series of report to the first of

and the second

egg is about the

فالتحري مرجوسي

gen zu 🦠 🥇

....

Vinc

1. Just 14

J. C. 1 277

Anna B. Frie

Buch Burn

Top Aller

Cincinna Arra

the sufficient of the second

JOHANNESBURG - Officials of the Anglo American Corp., the largest mining company in South the issue of violence. Africa, and the National Union of Mineworkers agreed Sunday to hold talks on eliminating violence during a strike by an estimated 335,000 black workers.

Cyril Ramaphosa, the union's general secretary, said the union's strike committee voted to continue the strike "until we have met all our demands," including a 30-percent pay increase. But he said the committee had accepted an offer by Anglo American to discuss the vio-

Mr. Ramaphosa said he was east of Pretoria.

union's claim that mine owners will defend themselves." sought to smash the strike with the help of police. He said about 200 strikers had been arrested.

"We've observed a lot of barbaric acts that are escalating on the black strikers were injured. mines with a view to ending the strike and forcing miners to go guards at Vaal Reefs, a gold mine hack to work," he said.

Union officials said one miner ing a clash at the Matla coal mine

while rural areas are distressed.

lamb as a protest.

campaign attention.

to respect that.

ed, he would work to once again

make New Zealand a full partner in

the ANZUS alliance, informing al-

lies of New Zealand's aversion to

nuclear weapons and trusting them

Law and order was also a cam-

paign issue. Mr. Bolger contended

that Labor's economic policies

were responsible for an increase in

crime and that the government

particularly Justice Minister Geof-

frey Palmer, was soft on criminals.

ernment was responsible for the

1986 murder in Christchurch of

Louisa Damodran, 6, because of a

change in the law that resulted in

the early release from prison of the

"He was the minister who

changed the law to allow criminals

out early," Mr. Bolger said of Mr.

Palmer. "You New Zealanders

have something to worry about, be-cause you don't know how many

criminals with great track records

of sexual abuse, violent abuse, have

been let out under Mr. Palmer's

of "selective use of facts designed

to create an impression that is con-

trary to the truth." The law referred

to was introduced in Parliament in

the last National Party government and Mr. Bolger voted for it. Mr.

Mr. Palmer accused Mr. Bolger

man who later killed her.

gentie system."

Mr. Bolger charged that the gov-

## LANGE: No Major Changes Seen

put up with a certain amount of

pain in order to get this economy back on an even trail." After the Labor government came to power in 1984, the New Zealand dollar was devalued by 20 percent, all controls on interest rates and on foreign exchange were removed, and a fundamental overhauling of the tax system was begun that included a 10 percent sales tax on goods and services. Agricul-

tural subsidies were to be phased out over 3 to 10 years. The result, generally, is that big

## **GULF:**

Iran Invitation (Continued from Page 1)

cort of U.S.-flagged Kuwaiti tankers, witnesses said. • In Saudi Arabia, normal ex-

ports resumed from a major Saudi gas plant damaged by explosions and a fire Saturday, oil sources in the region said. They said ships had returned to

berth at the offshore terminal of Arabian-American Oil Co.'s gas liquefaction plant at the eastern Saudi port of Ras al-Juaimah. Saudi Arabia said four persons

were injured when two explosions ripped through the plant. Western diplomats reached by

phone in the Saudi capital said they remained dubious of the Saudi account that the explosion was not the result of Iranian-inspired sabo-

lage.
The Guadalcanal, an amphibious assault ship that was said to have slipped past Iranian Silkworm missile sites at the entrance to the Gulf on Saturday, is anchored 30 miles (50 kilometers) northeast of (Reuters, AP) Palmer said.

gratified that Anglo American "has "The defense of strikers has now come to its senses" and has become imperative," Mr. Rama-"stopped being arrogant" about phosa said. He refused to give details, but he said the strike commit-However, he reiterated the tee had resolved that "our members

> Anglo American said Sunday that security officers had found explosives in a gold mine hostel they searched after a clash in which 24

According to the company. 100 miles (160 kilometers) southwest of Johannesburg, entered the underwent emergency surgery Sun- hostel Saturday to investigate reday after being shot Saturday dur- ports that strikers were holding It said the security men "came

under repeated attack by a mob and were forced to retaliate" tear gas and rubber bullets.
"No hostages were found, but a

quantity of explosives and a petrol business and the cities are booming bomb were discovered," the com-At a campaign appearance last week in Geraldine, on South Is-

land, an angry farmer tried to pre-sent the prime minister with a dead gold last year, has been the most seriously affected of the major mining companies by the strike. Another refused to shake Mr. In its message to the union, the Lange's hand, saying: "You are

company said that "force or the threat of force should not be used just as big an idiot as you are on by management, the union or New Zealand's military and nuunion members to prevent workers clear policies attracted substantial from striking peacefully or working normally.` Mr. Bolger had said that, if elect-

The union is asking for a wage increase, danger pay, longer vacations and other improvements in

(Continued from Page 1)

have always worked hard at my

This mixture of hope and skepti-

cism in the provinces was apparent

from conversations and interviews

during a two-week trip across the

bolder types: Cossacks, runaway

peasants, followers of religious

sects, young army officers looking

In local minds, history explains a

greater willingness to take the ini-

modes of behavior, a more open.

less suspicious nature than among

This background may explain

Mr. Gorbachev's own political

style. He grew up in the northwest-

ern part of the territory, in the

Soviet farm po

"We were only nominally the

masters of the land," Mr. Ryndin

said. "You have to imagine the mis-takes, the stagnation that we had."

"It was," he added. "so over-

"To some extent, I myself was

planned that local leaders could

frustrated. I couldn't see what lay

ahead. Now day and night I think

about how to earn more money.

because now the government has

He cited examples of the results

reaped on his kolkhoz or collective:

500 tons more milk than last year:

savings of 500,000 rubles

(\$775,000) in the first five months

this year through economizing

measures: a profit of 2.1 million

rubles in 1986 against an annual average of 1.2 million during the

Working harder is one view of

restructuring. Another is the expec-

tation of better quality in goods

and services, which are still at a

woeful level across the country. In

the minds of economists in Mos-

cow, the two are irrevocably linked.

but on the local level the stick is

still more apparent than the carrot.

fortable to take the initiative. In the

Ukraine, the press reported cases

this spring of farmers awaiting or-

ders from above as the critical

And two years after perestroika

began, large areas are sull hedev-

iled by basic shortages. In Magni-

togorsk, for instance, meat and

(2.2 pounds) of meat, 400 grams (14

ounces) of butter a month per per-

country are complaining that de-

spite all the talk, even the simplest

Getting people mouvated is a

problems are not getting solved.

butter are rationed — 1 kilogram

planting season slipped away.

Many people still find it uncom-

previous five-year plan.

made me responsible.

not act or think for themselves.

tiative here, an impatience with sec

for adventure in the frontier wars.

Russian Republic.

central Russians.

mother still lives.



Striking miners express their support for the African National Congress, the South African guerrilla organization, after a clash with security guards at the Matla coal mine.

# Angio American, which produced 39 percent of South African gold her was the been the most

fore sending U.S. forces into hostilities or imminent hostilities.

"In terms of the number of ships that are in the Gulf, it's relatively small compared to our total navy. appears to the lawyers that we hould notify Congress under the War Powers Act, the president will

The appeal to self-interest - a

edged in Soviet ideology - is

matched by a push for greater dis-

"well aware" of the potential threat of Iranian attacks on U.S. State Department's bureau of dipembassies or other installations and is working to counter it.

"I believe the United States government is well aware of the danhe said. "If, in some point in time. gers involved and has taken appropriate steps to provide against them." he said in response to questions about reports that Iran may early do so." be preparing for a round of embas-Mr. Baker said the United States sy attacks.

thetical to socialism.

news for huge sections of the Soviet

economy, propped up by govern-ment subsidies. For the 14 percent

of Soviet farms operating at a loss, the reforms could mean trouble

and, in the long run, possibly even

Basic food prices, heavily subsi-

foreclosure.

their work forces.

"A single American shell or mis-SOVIET: 'Restructuring' Comes to Russian Heartland a built-in timidity to try something concept only recently acknowl- that was once frowned on as anti-

and military situation in the Gulf." "We never had to deal with this question until now," said Mikhail

tries of the region," including Soviet vessels. (AP, WP, AFP)

(Continued from Page 1) frustration and annoyance with

Saudi Arabia that has been evident in Congress and that stirred such fierce opposition to the earlier missile sales. The hostility to the Sauoreclosure.

dis was rooted in perceptions that it
In Moscow, economists talk seeks to maintain high prices for oil about 16 million workers being dislocated over the next 15 years as been a negative force in efforts to industry and agriculture trim back pursue Middle East peace and has not been as helpful as it could have been to U.S. military and diplomatic efforts in the Gulf.

dized, are likely to go up, albeit The critics said this resentment slowly and after lengthy public dishas not been alleviated by private Mr. Gorbachev has said repeat- administration assurances that the edly that the next two to three years Saudis are cooperating in such arwill be most difficult for the coun- eas as radar surveillance but have try as it makes the transition from a kept efforts quiet because of docentralized economy to one apmestic political problems and the proximating market socialism. Disneed to avoid an open confrontaocations have already occurred: tion with Iran.

Wages have been held up at fac-In June, Congress briefly was tories where products have been swept by a wave of intense antiturned back because of poor quali-Saudi feeling following unconty, and growth rates in industry firmed reports that a Saudi pilot began to slow in the first half of this had refused to attack an Iraqi plane that seriously damaged the U.S.

Agroprom, the new amalgamated agricultural ministry that was the new package is likely to be the formed in 1985 from six separate proposal to sell 12 to 14 of the agencies, putting about 3,000 bureaucrats out of work. Old habits of ed to charge that is tantamount to interference are dying hard, the providing the Saudis with an entire farmers say, particularly on critical new squadron of planes valued at

We are still hoping," said Mik- cials said that the planes are in-Stavropol. "It is still too early to F-15s at 60 planes by replacing lems have been solved. But once the officials insisted that the adminis-

the police said.

They said the car, carrying 15 pounds (33 kilograms) of explosives, went off at noon on the main street in Abbassiyeh, about five miles (eight and the car). lomatic security, said Saturday in Washington that Iranian officials, kilometers) north of Tyre.

The three occupants were killed, the police reported, as was a 14-years ald boy passing nearby. The Voice of the South, a radio station run by the some accredited diplomats, had been casing U.S. embassies to de-Israeli-backed South Lebanese Ainty, said the bomb exploded near a checkpoint run by Ghanaian troops of the United Nations Interim Forcetermine which are especially vulnerable to attack.

Robert E. Lamb, chief of the

In Moscow, the Communist Party newspaper Pravda warned the United States in an editorial Sunday that an explosion in the Gulf could lead to the conflict spreading beyond the frontiers of that

sile could be enough to trigger an explosion," the newspaper warned in its analysis of the "tense political

The newspaper added that Moscow "favors the immediate withdrawal of all ships not from coun-

# **ARMS:**

in agricultural areas like Stavro-Stark, killing 37 sailors. pol, farmers still complain about

The most controversial part of questions of ordering and obtain-

However, administration offitended to be "attrition aircrast" that would keep the Saudi fleet of aircraft that crash or wear out. The tration believes it has an understanding, reached at the time of earlier F-15 sales, to provide such a cushion of replacement planes.

WORLD BRIEFS

Chad Army Repulses Libyan Attack

NDJAMENA, Chad (Reuters) — Chadian troops repulsed a land and air attack by Libyan troops on the northern village of Aozoi last week and a Chadian military communique said 170 Libyan soldiers were killed.

The report, broadcast Saturday on Ndjamena radio, said another 54.

Libyans were captured during two Libyan attempts to regain the town A. number of weapons were seized or destroyed in the attack Friday, the

Aozou is the administrative capital of the Aozou Strip, a 44,600 square-mile (110,000-square-kilometer) strench of desert claimed both by

Iran and Afghanistan Protest Attacks

TEHRAN (Reuters) - Iran said Simday that Alghan forces had

versu transaus.

The Iranian news agency IRNA said two buildings in the town of

Meanwhile, Afghanistan accused Iranian forces on Saurday of attacks

shelled an Iranian outpost and a customs building on their bonder, whong,

Taibad in Khorasan Province in northeast Iran were damaged it said Iranian diplomats in Kabul had protested to the Afghan government

across its border in which it said four Afghan soldiers were called

across us notice in which it said tour Arghan sources were continued wounded. Kabul radio said a protest was lodged with the Iranian chapter d'affaires in the Afghan capital against what it described as mochine machine gun and rocket attacks on three Afghan posts.

Car Bomb in South Lebanon Kills

TYRE, Lebanon (AP) — A car bomb exploded Sunday man the southern port city of Tyre, killing three persons in the car and a pisse. By

about the attack, demanding compensation.

Libya and Chad. Chadian forces retook the strip Aug. 8, ending a 14-year.

## Israel Again Delays Decision on Lavi

Yitzhak Shamir, left, with Shimon Peres at meeting Sunday.

JERUSALEM (Reuters) - Israel delayed on Sunday for the seventh. time a decision on whether to continue development of the Lavi fighter of amid pressure from Washington and Israeli military leaders to drop the costly project, a cabinet minister said.

After six hours of cabinet discussion, Prime Minister Yitzhak Shanne and Foreign Minister Shimon Peres, leaders of the governing coalition. agreed to postpone a decision, said immigration Minister Yaacov Sur.
He said questions remained about the fighter jet, which has cost street about \$1.5 billion, most of it U.S. military aid, and about possible Political analysts said before the cabinet meeting that Mr. Shamir, who

backs the Lavi, could delay a vote if he was unsure whether a manning would support the project.

### Coalition Is Set for Hamburg State HAMBURG (Reuters) — The Social Democratic Party and the Free

Democratic Party have agreed to form a coalition government in the state of Hamburg, the first such coalition in West Germany in five years. The agreement late Saturday ended three months of attempts by the Social Democrats to form a government following the Hamburg partiamentary elections on May 17.

entary elections on May 1/.

The two parties, opponents in the federal parliament in Bonn, must go through the formality of gaining approval from their national leabefore taking office in Hamburg on Sept. 2.

## TRAVEL UPDATE

An American Airlines jetliner with 173 people on board was forced to return to the Frankfurt airport shortly after takeoff Sunday and make an emergency landing after one of its engines caught fire, an airline official said. No one was injured in the incident, the official said.

said. No one was injured in the incident, the official said.

An Air India jumbo jet carrying 344 people aborted its takenf from Rome's Leonardo da Vinci Airport after sea gulls were sucked into the engines, airport and airline officials said Sunday. No one was injured in the Saturday incident.

## This Week's Holidays

Banking hours and government services will be closed or curtains in the following countries and their dependencies this week because of national and religious holidays: MONDAY: Argentina, Belgium, Colombia, Gabon, Indonesia, Luz

WEDNESDAY: Afrhanistan. THURSDAY: Hongary.

Source: Morgan Guaranty Trust Co, Reases

#### STRIKES: Widespread Labor Turmoil in South Korea Signals 'Time of Reckoning' ly, but continued unrest could jeop-ardize what would be the republic's tion these demonstrations will perhaps even wider. "A lot of them end up working (Continued from Page 1)

eruptive, much more than in past demenstrations," he said. "But this time, in terms of mode of protest and demands, it's moderate, it's arbed."

So far, the cost to the South Korean economy also has been relalively modest. The government estimated last week that \$55 million ic experts were jost during a 15-day streich in late July and early August, hardiy a dent in the more than 25 billion in exports during the : As Mr. Gorbachev himself noted first seven months of the year. impatiently, people all over the

exports as Korea, which has prospered against all expert predictions despite its lack of natural resources, is sensitive to any threat of constant topic everywhere. The discuption, Newspaper editorialfirst step has been to break up ves- ists, officials and businessmen have uges of "wage inveling," a practice spared no thetoric in warning of that allowed poor workers to re- the consequences of continued un-

Next year, a law goes into effect giving workers' councils the right to example, warned that workers were elect the directors of enterprises masking for too much," adding that Chuz would have to step in.

The aids recalled the strikes of Chun, a general at the time, seized power in a coup.

This time, the aide said, Mr. willingness not to accept mediocri-Chun plans to step down peaceful- ty when they cat."

camp, this labor unrest suits their nceds," the Western diplomat said. The hard-liners can say, 'This is what happens when you liberalize. The Korean people aren't ready.

So far, the strikes have centered

on three issues: wages, working conditions and a demand for democratic unions to supplant the gov-ernment-controlled associations of the past. The government, which in the past set wage guidelines and discouraged any firm from paying more, has encouraged companies to grant some increases.

has increased the gross national of a senior high school education. product per capita to about \$2,500, and many workers enjoy comforts per month, according to Lee Hyun heyond any their parents imagined. Soo of the Urban Industrial Misheyond any their parents imagined. Still, Mr. Choi said, "It is really But class disparities have increased sion here. They often work 12 and employers are alarmed. It is scholars, and the gap between more.

percent of the white wines are dry."

Older Germans seem to take par-

In Inchon, where the "chicken coops" and working-class houses seem to tumble upon each other on the hillsides leading to the harbor,

tile and electronic plants where many girls work.

Medium-sized companies often maintain relationships with junior high schools in rural areas, and they recruit busloads of 16- and 17-

South Korea's economic success year-old students with the promise The girls earn an average of \$160

all but two days a year," said Aryel Neier, vice chairman of the human rights group, Asia Watch. "And if they try to organize, they have their heads handed to them. and in other industrial towns, the The girls cannot leave their dordisparities are most evident in tex-

mitories without permission, and their foremen, night-school seath ers and dorm supervisors make up a 24-hour control team, Mr. Lee

Except in electronics firms where the products require clean and cool air, the factories are offer noisy, dirty and dangerous. There is no minimum wage law, and clisting labor standards, such as one limiting workers 14 to 18 years clid true that government authorities in recent years, according to several hours a day, six days a week, or to eight hours work per day, are rarely enforced.

# CRITIC: West German Food Critic Wages War — Heartburn Rampont

availability of meats, fruits and vegetables now compares favorably with other European countries.

have caused considerable changes in the past 20 years," Mr. Siebeck 1989, curing the time known as the said. "For example, you can get "Seoul Spring" when many Kere- lamb in every butcher shop now. ans thought democracy was at And you couldn't even get shallots hand after the assassination of back then at the Munich fruit and President Park Chung Hee. Citing vegetable market, the biggest in the the labor unrest as one reason, Mr. country. Now they are everywhere.

en a sense for quality in people, a on improving traditional German.

Mr. Siebeck's ideas about quality have frequently caused trouble. In ity has made its sauerkrant with ry and culture. the early 1970s his diatribes in Die goose fat for generations." he said. Zeit and Stern against German white wines prompted the German

> "I write for the eccentric minority," he said, "the 6 to 8 percent of the population who have some

His first culinary work, published in 1976, carried the tonguein-cheek title, "Cooking School for the Pretentious.

They write in and say our fam- as well as politics, art, music, histo-

years ago when he invited four well-known che's to join him for dinner on a television special. The meal was, by his own admission, a

catastrophe. -"I left the leg of lamb in the over beck expressed his often-outra-recalled. The viewers loved it.

or more off your newsstand price when you subscribe for 12 months to the International Herald Tribune.

Take advantage of our special rate for new subscribers and we'll give you one extra month of Tribs tree for each six months you subscribe. Total savings: 40% or more off the newsstand price in

most European countries. Herald Eribune.

To: Subscription Manager, International Herald Tribune, 181, Avenue Charles-de-Gaulle, 92521 Neuilly Cedex, France. Please enter my subscription for: Speeds introductory rates for new subscribes.
Please orde the reduced subscriptor processed and from the reduced subscriptor processed void through December 31, 1987.

FF. 1,500 820 450

Er 22,000 12,000 6,600

CH. :50 82 45

N.K., 1,800 990 540

Pos. 29:000 14:000 9:000

17-8-87

SX: 1,800 990 540

tellarionos F. 450i 360 198

orugal Exc 22,000 12,000 6460

Switzerland S.Fr. 510 286 154

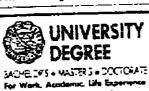
Rest of Europe, North Africa, former French Africa, Middle East \$1 4301 2301 125

Repl of Africa, Suf System, Asia: \$1 580

Line 380,000 210,000 115,000

12 months (+2 months free) Coursey Currency I year 6 max. 3 mos. 6 months (+1 month free) 6 months (+1 month free)
Austra A Sct. 490( 2,600 1,60)
3 months (+2 weeks free)
Belgum BF 11,000 6,000 3,000 Dermark D.Kr. 2500 1,400 770 ☐ My check is enclosed. Friend\* F.M. 1,730 950 520 Please charge my: ☐ Access ☐ American Express

Germany D.M. 520 320 175 Great Britain C. 130 72 40 Diners Club D Eurocard ☐ Mastercard ☐ Visa Lisembourg Lift, 11,500 6,300 3,400



and a bigger voice in the distribu-

PACIFIC WESTERN UNIVERSITY 506 N. Sepulveda Blvd., Los Angeles, Colifornio 98647, Dept. 23, U.S.A.

Send detailed resume

cipline, a crackdown on drinking Lysenko, the mayor of Magnitoand strict new controls on quality, gorsk. "People are still feeling their carried out by a new national commission empowered to reject prod-"Nobody wants to get rid of the rights they have," said Yuri Levin, the chief economist at the Magnitoucts that fail to meet state stan-As Stavropol inhabitants point out the people in the northern Caucasus differ from the popula-Publicly, everyone supports restructuring, but people wonder gorsk steel mill. "Not everyone is when this latest in a long history of ready. We have people here who tion of central Russia. Historically Soviet reform efforts will bear fruit are used to banging their fists and Saudi Sale a frontier area where serfdom never took root, the region attracted saying, 'Do as I say!' "Self-financing" also spells bad

"When you think about it, we have been living on economic experiments for 70 solid years," said a oung woman in Tynda, a city in the Soviet Far East. However, Mr. Ryndin's enthusi-

asm was echoed elsewhere. For a newspaper editor in Magnitogorsk, it is relief at being able to question publicly the lack of amenities in the city's new sections. For a taxi driver in the Caucasus, it is a chance to tell his boss out loud what he thinks. For builders in the Soviet Far

village of Privolnove, where his East, it is the chance to buy spare materials or lease idle machinery at Like Mr. Gorbachev, who also a construction site next door inmade his career in agriculture. Mr. stead of waiting for their orders to be negotiated between ministries in Ryndin has witnessed the ups and roller coaster that has lurched meters) away. through crash programs, miracle With their new independence crops, disasters, monumental irriand new responsibilities, managers gation schemes, growing subsidies are focusing on ways to increase and tight control from the center.

revenues. For this, they say they need to learn how to count money. something they had forgotten how to do in the days when all that mattered was meeting production goals laid out in a five-year plan sent to them from Moscow. Under the terms of the "selffinancing" system going into place across the country, profit is vital.

For workers, it can mean higher salaries; for managers, it means they can expect to stay in their jobs: for the state, it means the production of goods keyed to consumer demands. Private profit is also appearing in the Soviet Union under the guise of

revisions. So far, its impact is marginal: it is restricted to a few cafes and services, such as apartment repairs and private taxis.

ing supplies. hail Shikhunov, the chairman of

cooperatives, expanded this year as part of Mr. Gorbachev's economic

Aithough cooperatives have made neadway in non-Russian areas, elsewhere regulators and entre-preneurs alike are still getting over

the Chapaev collective farm in evaluate. We can't say all the prob-

thing has to be done, it will be."

Central Committee decides some-

NEXT: Glasnost comes to a steel-

But a nation as dependent on

ceive the same pay as diligent ones. 1881. An aide to President Chun, for The a sense the free-market, demoreatic system is in danger." If the unrest degenerates into "chaos and social disorder," he warned, Mr.

first change of power through elec- take." I would like to emphasize that President Chun hopes those tough

measures will not have to be taken," the aide said, "and he does not want the military to be involved in the political affairs of the country." Some observers said the government and news media have exaggerated the unrest.

"For some people in the ruling

"My colleagues in the press and I Winegrowers Association to pullall advertising from those publications for several years. Mr. Siebeck wrote that it was

"However, we still have to awak- beck's ideas, particularly his views

ticular affront at some of Mr. Siecuisine by using new techniques.

"I go on TV and tell them, then you made it badly for generations."

"soda pop loaded with sugar," he grasp of culinary culture."
said. "And it was. Now over 30

His first culinary with

"I'm a journalist who is a critic of the times, who views cuisine from 2 critical perspective," he said. "I'm very polemical, I continually agr tate and protest. That's why interf people hate me."
Siebeck haters got a treat four

In subsequent books, Mr. Sec- loo long and it was very dig. geous opinions on food and drink, ing the table turned."

Section 18 Section Mr. Parks grant of the enclassive of 

> Private being to **Secured**

Pilot Near OWA# 42F . the trans والمراجعي  $C377 \leq \frac{1}{2} \cdot 3^{\alpha}$ ស់ក្រើប Gas has h Atms and

7310 av. 1 **ម**ាស់ក្រក្ស  $\mathbf{F}_{\text{tree}}$ there are جي ومناطقتات 1:47713 Private figation : and the round by ict ice ing put . Attitut. جوابا ي

Provide A Box no: lens and place, fee After . for means the age WITTOUT مه بريون س

New Mg ے ہے معل A ..... Private a id Barra and . . . Ha A: icave e DOWN TO

# Pentagon Building Computer Complex To Simulate SDI

By William J. Broad New York Times Service

COLORADO SPRINGS - AIto supersede all other federal projects in the politically sensitive job of judging whether President Ronald Reagan's anti-missile plan is technically feasible.

n Protest Attac

Guarded by soldiers with M-16 rifles and a double row of barbedtional Test Facility, is assembling 2,300 computer and military experts to run what will be one of the world's largest collections of supercomputers, devices so fast they can perform billions of operations a

The aim is to create a powerful electronic brain that will simulate a wide range of futuristic battles between nuclear missiles and de-fenses against them, studying whether mock wars end in triumph or defeat for the United States.

space-based defense programs agree that the National Test Facility could reach far beyond the pieceresearch, which to date has cost about \$10 billion Indeed, the simulations are to draw on that vast research, conducted through the nization, and tie tests and findings into a unified picture.

testing system will provide accurate Center at Falcon, a windowless sixresults and whether the Pentagon can introduce subtle biases into the process to produce what would amount to razzle-dazzle public re-

But creators of the federal facility insist they are making every effort to assure realism and honest reporting, stressing that several by 1989," said Colonel Bill Baugh, steps have been taken to help elimi-

"The SDI Organization recognizes that credibility is an importer a year of delay and dispute, the R. Paul of the air force, rounsed director of the National Test Facility. He was recently promoted to tant issue," said Colonel Richard ity. He was recently promoted to oversee it and other advanced Pentagon projects.

rifles and a double row of barbed-wire fences, the complex, the Na-able to get by. My experience in

At the Falcon Air Force Station, 12 miles (19 kilometers) east of Colorado Springs, on gently rolling grassland at the foot of the Rocky Mountains, the project of searching out those surprises is slowly taking

All about are signs of great activity to come, including lots of people. At the main gate, armed sol-diers watch over a maze of 20 soon-Both friends and foes of such to-be-computerized security portals that resemble public telephone booths. These portals will ty could reach far beyond the piece-meal results of the administration's a magnetic identification card, compare the results with computer files as an identity check. If the test is passed, the portal door will swing Strategic Defense Initiative Orga- open to allow entry to the top-

> story building from which the Air Force Space Command runs its

The floor space is slowly being erized work stations.

They'll have maxed this space a retired officer who is director of

# Vincent Persichetti, 72,

New York Times Service

chetti, 72, an American composer, educator, theorist, pianist and conductor, died of lung cancer Friday at his home in Philadelphia

- . . \_

- may 1

<u>-----</u>

. tale

mer barr

: =

٠. - تت

- - i=

Mr. Persichetti wrote nine symphonies, chamber compositions for many combinations of instruments, more than a dozen sonatas for piano and harpsichord, songs and choral works, two operas — including "The Sibyl," based on the story of Chicken Little — and an enormous quantity of music for

Mr. Persichetti's aesthetic was essentially conservative, a distinc-



Private Ralph W. Myers being taken into custody a second time in California.

## Pilot Who Flew 🔥 Near Reagan Is **AWOL Soldier**

WASHINGTON — The pilot of the small plane that flew within a few hundred feet of the helicopter carrying President Ronald Reagan to his California ranch on Thursday has been identified as a U.S. Army private who has been absent without leave from Fort Lewis,

Washington, since Ang. 3.
Private Ralph W. Myers, 32, was being held Saturday for military authorities in a jail in Orange, Cali-

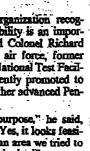
Private Myers told federal invesugators he unknowingly strayed into the restricted airspace surrounding the president's ranch after losing a contact lens in the cockpit of the single-engine Piper

After one lens had fallen out, Private Myers said the other eye grew irritated, so he removed that lens and let his passenger fly the plane, federal investigators said.

After questioning Private Myers for nearly eight hours, Secret Scrvice agents released him Friday without learning that he had been absent without leave from his army post. He was back in custody Priday evening.

A spokesman at Fort Lewis said Private Myers is a medic with the 3d Battalion, 47th Infantry, 9th Infantry Division.

He was reported absent without leave Aug. 3, according to George Polich, the fort's public affairs offi-



"The whole purpose," he said, "is to find out, 'Yes, it looks feasible, or, 'Here's an area we tried to simulate and it looks like a very simulation is that there are always

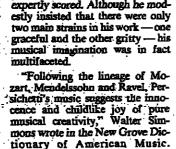
secret station.

At issue, however, is whether the At issue, however, is whether the the Consolidated Space Operations network of military satellites.

filled with computers and comput-

# U.S. Composer, Is Dead

NEW YORK - Vincent Persi- and modernist elements, contra-



tive blend of classical, romantic

nor apology, alongside more difficult compositions. Mr. Persichetti's works for choms and for ba id—the latter an area many 20th-century composers have neglected - provided an engaging, sophisticated introduction to contemporary music for young

"Hence many works for beginners

stand, with neither condescension

Mr. Persichetti was associated with the Juilliard School in New York for almost 40 years. He joined the staff in 1947, and in 1963 he became the chairman of the composition department.

Although he had been composing regularly since his early teens, he did not come to public attention until the mid-1940s, when the Philadelphia Orchestra, under the direction of Eugene Ormandy, began to play his music — the "Fables" for narrator and orchestra in 1945, and later the Symphony No. 3, first performed in November 1947.

Thereafter his compositions entered the repertory of several American ensembles. The Symphony No. 5 (1953) was commissioned by the Louisville Orchestra; the Symphony No. 7 ("Liturgic," 1958) by the St. Louis Symphony; and his final work in this genre, ("Janicu-lum," 1970) by the Philadelphia

Peter Schidlof, 65, Violist With Amadeus Quartet

LONDON (Reuters) - Peter Schidlof, 65, violist with the Amadeus Quartet, has died in Cumbria in northwest England, the British Broadcasting Corp. reported Sun-

day.
Mr. Schidlof, like the quartet's
two violinists, was an Austrian Jew who fled from the Nazis in 1938. The quartet, formed in 1948, is believed to have been the oldest ensemble surviving with its original

Norma B. Watson, 90, one of the first women to serve in the U.S. Marine Corps, Aug. 8 in Coatesville, Peonsylvania, after a stroke. She and other women who enlisted in 1918 to free men for combat duty, known unofficially as "marinettes," were assigned to clerical

Monsignor Giovanni Cattani De Menasce, author of the Sunday Mass homilies broadcast by Vatican Radio and Italy's state-run RAI station, has died at the age of 83. Vatican Radio said Sunday.

Edgar Rosenberg, 62, husband of the comedienne Joan Rivers, Friday in his hotel room in Philadelphia, apparently a suicide by drug overdose. A publicist for Ms. Rivers said Mr. Rosenberg, executive producer of the short-lived "The Late Show Starring Joan Rivers," had been depressed recently.



WET DAY IN THE WINDY CITY - Youngster playing in floodwaters that stopped traffic at an underpass in Chicago, where a record 9.5-inch rainfall forced scores of people to flee their homes and prompted a power cut for

pires," the president's nation

In Nicaragua

By William Branigin

Washington Post Service

have arrested the head of Nicara-

gua's nongovernmental human

rights commission and a number

of opposition demonstrators after

preventing them from holding a

protest march without a permit.

nández, the head of the Permanent

Commission on Human Rights,

was scized Saturday after 200 anti-

government demonstrators gath-

ered in a street outside the new

tion umbrella group.

The witnesses said that Mr.

onstration when he was arrested.

the president of the coordinating

Hernandez while they were arrest-

ing him.
Mr. Huembes said that Alberto

guan Conservative Party, and an

undetermined number of others

An administrator of the human

rights commission, Luz Marina,

said that Mr. Hernández and Mr.

charges of "disturbing public or-

The human rights commission

has documented alleged abuses by

the government, while a govern-

mental commission and other

groups focus on alleged violations by the Nicaraguan rebels, or con-

Witnesses said Saturday's dis-

turbance started when demonstra-

tors tried to test the political

Police officers with dogs sur-

rounded the area and told the pro-

testers that they needed a permit.

had also been detained.

According to Carlos Huembes,

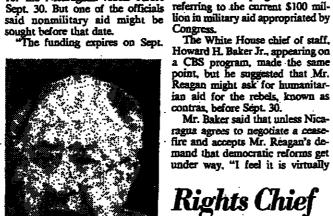
MANAGUA - The police

Is Arrested

thousands of residences. Dozens of flights were delayed at O'Hare International Airport. A truck driver died in an expressway crash during the deluge, which occurred in a series of electrical storms late Thursday and early Friday.

## Reagan to Defer Contra Arms Request Till Sept. 30

Compiled by Our Staff From Dispatches WASHINGTON - Two high administration officials said Sunday that President Ronald Reagan will not seek new military funding for the Nicaragnan rebels before NBC television program. He was Sept. 30. But one of the officials referring to the current \$100 mil-



Philip Habib

## Habib Resigns Central America

WASHINGTON - Philip C. Habib. President Ronald Reagan's headquarters of the Democratic special envoy for Central America, Coordinating Council, an opposihas resigned.

State Department and congressional sources said he acted after Hernández, who is not a memthe administration rejected his call ber of the opposition group, had for immediate, high-level U.S. in-volvement in peace talks between mony and was watching the dem-Nicaragua and its neighbors.

According to the sources, Mr. Habib, picking up on a suggestion made by Secretary of State George council, police officers struck Mr. P. Shultz last week, had recommended that he go immediately to Central America and commit the United States to some form of par- Saborillo, a leader of the Nicaraticipation in the peace initiative agreed to Aug. 7 by Nicaragua, Honduras, El Salvador, Costa Rica

The sources said that the White House overruled his advice and ordered him to remain in Washing- Saborillo were being held on

and Guatemala.

Mr. Habib left his State Department office before the announcement of his resignation on Friday and could not be reached for com-

Murder on Rise in Calabria The Associated Press

CITTANOVA, Italy - Police man Sunday, bringing to 100 the number of murders this year in the southern region of Calabria, comsouthern region of Calabria, comweek by Nicaragua and four other Central American countries. found the body of a 22-year-old The authorities attribute at least half the deaths to a feud between organized crime families.

30, and we will not go up with a for additional military aid on or way."

after Sept. 30."

The Central American peace
The administration has been givplan, advanced by President Oscar request before the funding excurity adviser, Frank C. Carlucci,

said after an appearance on an issue, and we're going to stay that to guerrilla groups, way."

Representative Lee H. Hamil-

should the peace talks agreed to by effort time enough to work. five Central American nations

On Friday, the White House said quest before the end of September. not a formal request, would cer- dents

tainly start next month. In his weekly radio address on

certain that the president will ask cess of democratization is under

ing conflicting accounts of its pol- Arias Sánchez of Costa Rica and icy in Central America. One White also signed by the leaders of Guate-House official said last week that mala, El Salvador, Honduras and "we've been on all sides of this Nicaragua, calls for a halt in all aid

On Thursday, the White House ton, an Indiana Democrat who is stressed its support for the contras chairman of the House Intelligence and said it would seek additional Committee, said the administraaid for the rebels next month, tion was not giving the diplomatic

Mr. Hamilton told NBC that he believed the administration "is sincere in wanting to test the possibilithere would be no formal aid re- ty of negotiations" but that it was not clear the White House was real-But White House aides made clear by supporting the peace plan adopt-that discussions about aid, though ed by the Central American presi-

We do have at this particular moment for the first time in a long Saturday, Mr. Reagan said, "Our time an opening for diplomacy and support for the freedom fighters for negotiations," he said. "And I should continue until a satisfactory think we want to test that just as peace plan is in place, a cease-fire carefully as we can and to exploit it has occurred and a verifiable pro- if possible." (UPI, NYT) (UPI, NYT) gayan Province.

test. The population was not subjected to any danger of radiation effects."

spokesman, Charles E. Redman. aid Thursday that the Soviet test had released radioactive debris into the atmosphere beyond Soviet bor-

hazard but violated the 1963 Limited Test Ban Treaty prohibiting nuclear tests in the atmosphere, outer space or under water. He said Washington had expressed its concern about the matter to Moscow.

## The Associated Press

MANILA — The death toll from phone interview. a typhoon that struck southeastern Luzon Island last week rose to 48 on Sunday, and meteorologists warned that another typhoon was threatening to hit the northern part

of the main Philippine island. The weather service said a typhoon with winds of up to 75 mph (120 kph), was moving toward Ca-

## Moscow Reports Leak **During Nuclear Test But Denies Any Fallout**

Compiled by Our Staff From Dispatches MOSCOW — The Soviet Union has acknowledged that gas leaked Feb. 28, when Mikhail S. Gorbaduring an underground nuclear test chev, the Soviet leader, canceled a Aug. 2 but the announcement said unilateral ban on such tests begun there was no danger of radioactive on Aug. 6, 1985.

The announcement Saturday followed a report from officials in Norway of a small increase in the level of radioactive iodine in the air over Norway, Sweden and Den- in Soviet technology.

Norwegian officials said the increase may have resulted from a Soviet nuclear test but was in such small quantities that it presented no health hazard.

The official news agency Tass said the leak occurred during a nuclear test for military research on Novaya Zemlya island.

requests" and "claims circulated by byl nuclear power plant. It took the Western mass media, with the Soviet officials several days to ac-Americans being especially zealous knowledge that the accident occurin the effort."

The announcement added, "Competent organizations of the U.S.S.R. conducted an extra and complete check that showed that after the explosion, there took place the leak of an insignificant amount of gaseous products that did not lead to the formation of radioactive fallout.

This excludes the possibility of radioactive failout in any state as a result of this nuclear underground

A U.S. State Department

He said it did not pose a health

### Typhoon Death Toll In Philippines Put at 48

The Soviet Union has conducted 15 underground nuclear tests since

At the time, Mr. Gorbachev repeated appeals to the Reagan administration to join in the ban. The United States refused, saying it needed to catch up with advances

The Tass report Saturday called again for "a general and complete prohibition of nuclear weapon tests," adding, "It depends first of all on the United States whether nuclear blasts will continue or

The Soviet Union promised fuller and quicker reporting on nu-It said an inquiry into the leak
was begun because of "incoming
requests" and "claims circulated by
hyl nuclear power plant. It took

## Ending Snub, Soviet Plans Chagall Show

New York Times Service MOSCOW - The first major exhibition in the Soviet Union of the paintings of Marc Chagall will Open at Moscow's Pushkin Museum next month, according to one of the show's organizers.

The event will mark a posthumous official homecoming for an artist long slighted by his native

The exhibition coincides with the 100th anniversary of Chagall's birth in Vitebsk. It represents an important milestone in Mikhail S. Gorbachev's campaign to make the Soviet Union more receptive to nonconformist ideas and art.

Plans for the exhibition have not been announced in Moscow yet, but Andrei Voznesensky, who was instrumental in arranging the show, provided details in a tele-

Although some of Chagall's paintings have been shown in the Soviet Union, his contribution to 20th century art — like those of Wassily Kandinsky, Kazimir Malevich and other members of the avant-garde before the 1917 Bolshevik Revolution — has not been officialy recognized in the Soviet

NEW ISSUE – NEW ISSUE



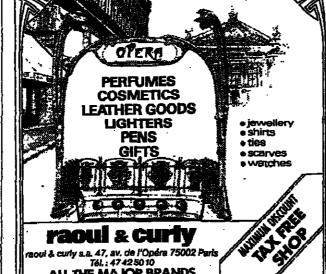
Please send me a prospectus

FINANCIAL LIMITED

To: Q.T. Financial Services Ltd. 140 Brompton Road, London SW3 1HY, England

Telex: 919561 Telephone: 01-581 5841

(FBIBEA)



## Risks Without a Policy

American sailors and ships in growing numbers are at risk in the Gulf. To what purpose? At American request, Iraq holds off attacking Iranian shipping, so more oil leaves and more supplies arrive at Iranian docks. The fleet is the perfect foil for the radical demagogues in Tehran. Enjoying these benefits, the mullahs mine the path of American convoys and menace their Arab neighbors. These results are surely not what President Reagan intends. Yet his policy is so confused about interest, ends and means. that the administration takes on ever greater risks without much support or prospect of success. Mr. Rengan did not sort this out before departing on three weeks' vacation. Here are some considerations.

America's interests require preventing an unfriendly power from controlling Gulf oil. Oil represents money, arms and power that can be used to undermine everything from Western economies to Israeli security. The main threat to that interest is now Iran, far more than the Soviet Union.

The immediate purpose of the United States is to secure an end to the Iran-Iraq war with no victor. Stopping that war might reduce the volatility of the region, but would not remove the deeper problem — a regime in Iran bent on repression at home and subversion and terrorism abroad.

It was a mistake for the Reagan administration to put American flags on Kuwaiti tankers. Oil was flowing through the Gulf, and Kuwait could have been persuaded to deal with the problem without turning to Moscow. But now that the fleet is there, what next? A conciliatory American policy toward Iran would serve both sides' practical interests. Yet conciliation, already tried by France and by Mr. Reagan in trading arms for hostages, seems only to invite further Iranian aggression.

Passive containment of Iran, in essence the present policy, has some promise, as evidenced by the fact that Tehran has not vet rejected the United Nations' call for a

present policy incites Iran to attack American assets indirectly, as with mines, in the hope of inducing Congress to force a withdrawal. It also leaves the initiative with Tehran, forcing Washington into a reactive stance. To face down Iran requires that Mr. Reagan take more active measures:

· Invoke the War Powers Act, and then present a coherent policy to earn congressional backing. The act will give Congress 60 days in which to support the president or, in the absence of a plausible policy, halt the naval buildup.

• Press hard on West European allies

and the Gulf states for unity and joint action. Halfhearted or covert support from Britain, France and the Gulf states has only encouraged the mullahs to pursue their tactics of intimidation. A solid phalanx of opposition is something that might be understood even in Tehran.

 Dispatch a senior envoy to Moscow and Beijing to gain a halt to their arms shipments to Iran. Neither has a long-term interest in arming such a disruptive force. That message should be conveyed by every Western leader in the strongest terms.

• Stress through every channel a readiness and capacity to respond to military attacks. Representative Les Aspin has noted that if Iran's "invisible hands" continue to place mines in the Gulf, perhaps other invisible hands can mine Iranian harbors. quickly halting Iran's oil exports.

All this is essential to a workable policy. Without such a policy, the risks of further

military improvisation are too high.

America's goal is to contain Iran until a less fanatic regime emerges. Military force is not by itself a strategy. The administra-tion needs a plausible policy to build domestic support in Congress and diplomatic support abroad. Only then might Iran turn inward and confront the nightmare into which Ayatollah Khomeini has dragged it. THE NEW YORK TIMES.

## The Boom Continues

Now commencing its sixth year, the long rise of the American stock market has become one of the great booms of financial history. Stock prices have reached altitudes responsible for an epidemic of nervous indigestion among investors, as investors brace themselves for the inevitable (allback, But, high though it has climbed, the market still is not quite as high as it was in the late 1960s.

One day in December 1968, the Dow Jones Industrial Average of 30 big companies' stocks closed at 985. Corrected for the massive inflation since then, that would be the equivalent of 3,150 today. In fact, the average is still a little short of 2,700. Perhaps the market in 1968 was a bit overpriced, but the present level does not break new ground. Stock prices are still recovering from the damage done by inflation in the 1970s.

The reasons for the present surge upward are not entirely clear, but that is not unusual in a speculative market. One imnortant factor, new in the past five years, is certainly visible: foreign investment, Money managers in Japan and Europe have been enthusiastically buying American stocks. The attractions of the Ameririsks of the dollar's falling exchange rate.

But it is the relationship with inflation that makes the boom interesting. Until 15 years ago it was conventional wisdom that stocks were inflation-proof. They represent, after all ownership in real assets: factories. machinery, inventories. Those values ought to be constant, regardless of an inflating dollar. But it did not turn out that way.
Inflation disastrously skewed and disori-

ented companies' accounting confusing real profits with mirages created by an unstable currency. Most of the government's early attempts to light inflation. beginning with President Nixon's disastrous price controls, were bad for industrial performance. By the summer of 1982, when the current boom began, the Dow Jones Industrial Average was less than one-third its 1968 value. The boom started at a point at which inflation was coming down, rapidly and convincingly, and the chief threat to the boom now is the evidence that inflation

is beginning to accelerate again. This boom is said to have generated \$2.2 trillion in new wealth for stockholders. It would be reassuring to think that some of that money was going into industrial development. Individuals can get rich by financial manipulation, but that is not how large

- THE WASHINGTON POST.

## A Deal With Managua?

I know what all that palaver about Central American peace plans is about, It's a liberal scam, If those Sandinist Communists sign a peace agreement, they'll cheat, lie and not comply. And if they don't sign, they'll dawdle until American aid for the contras expires. That's what this is all about.

Why are you so self-righteous? When it comes to violating treaties, we're not such innocents. Look at the contra war and our mining of Nicaraguan harbors. What this is really about is national interest. For the first time in years, negotiations are in everybody's interest, even the president's. He needs a diplomatic track to get Democratic votes for aid to the contras, so for a while there's an opening for diplomacy.

Sure, negotiations are in the Sandinists' interest. They'll swear to hold elections, free the press, let the Catholic Church have its radio programs, all of that - until we stop funding the contras. Then, quick as you can whisper Fidel Castro, it's back to their real agenda. They want to be a Soviet base and want to subvert the neighborhood. The same folks who whooped it up for Ho Chi Minh are whooping it up for Comandante Ortega.

Let's not be glib. It was some of your

folks who said Red China was pulling the strings in Hanoi. Now we know that the Vietnamese think of China much the way many Latin Americans think of us: darkly. Peace means bread and beans for Nicaraguans. My guess is that Ortega will go along with a peace treaty because he fig-ures his crowd will get the credit — and can win a truly free election. If so, he's got an interest in complying with a treaty.

Right, but meanwhile the United States

would doubly betray the contras. First, we'd deny them guns. Second, we'd be letting the Sandinists rig an election that we would then have to recognize. Some deal.

Betrayal? What kind of betrayal would it be if a peace treaty achieved the contras' purposes - like ending emergency-rule dictatorship, giving real freedom to opposition parties and holding internationally supervised elections? The president has just made a big concession. He's willing to bless a deal letting the Sandinists stay in office as long as they open up their system, stop aiding guerrillas elsewhere and keep out Soviet bases and advisers. Now, for the first time, the Sandinists are talking about the same things.

They'll say anything to get Congress to vote against the contras. Besides, who's to judge whether the elections will really be free and whether those advisers will really be sent hame?

Well, the White House will say anything to get Congress to vote for the contras. Who's to judge? Everyone will be able to see if the press is free, to see if respect for political rights is real. And don't forget, Nicaragua would like to end the nonstop U.S. maneuvers in Honduras.

I don't buy that for a minute, but suppos I did. Why on earth should Ortega make a deal now with Ronald Reagan when he could spin out the process, bury the contras and maybe get a better deal from the next president?

Because for him, a deal with Ronald

Reagan means more than a deal with a more liberal president; it would be a lot harder for conservatives to renege on it in the future. That's the president's truly effective leverage - since a deal with him is worth more, he can expect more. Anyway, what are we arguing about? The contras can't defeat the Sandinists, even if they get more military aid out of Congress, which is highly uncertain. The United States is not about to send in troops. So what's the alternative to trying to negotiate constructively? There isn't any.

\_ THE NEW YORK TIMES.

INTERNATIONAL HERALD TRIBUNE JOHN HAY WHITNEY, Chairman 1958-1982

KATHARINE GRAHAM, WILLIAM S. PALEY, ARTHUR OCHS SULZBERGER

£

JOHN VINOCUR, Empaire Editor • WALTER WELLS, News Editor • SAMUEL ABT, KATHERINE KNORR and CHARLES MITCHELMORE, Deputy Editors • CARL GEWIFTZ, Associate Editor • ROBERT I. DONAHUE, Editor of the Editorial Pages RENÉ BONDY, Deputy Publisher 

ALAIN LECOUR and RICHARD H. MORGAN, Associate Publishers 
FRANÇOIS DESMAISONS, Constation Director 

ROLF D. KRANEPUHL, Adventising Solies Director

International Herald Tribune, 181 Avenue Charles-de-Gaulle, 92200 Neuilly-sur-Seine, France. Tel.: (1) 46.37.93.00. Telex: Advertising, 613595; Circulation, 612832; Editorial, 612718; Production, 630698. Directeur de la publication: Walter N. Thayer.

Directeur de la publication: Watter N. Thayer.

Editor for Asia: Michael Richardson, 5 Caraerbury Rd., Singapore 0511. Tel.472-7768. The RSS8928

Editor for Asia: Michael Richardson, 50 Giocentier Read, Hong Keng, Tel. 5-6310616. Teles: 61170

Managing Dir. Asia: Malcohn Gionn, 50 Giocentier Read, Hong Keng, Tel. 836-4802. Teles: 262009

Managing Dir. U.K.: Robin MacKichen, 63 Long Aon, London W.C. Tel. 836-4802. Teles: 262009

Managing Dir. U.K.: Robin MacKichen, 61 Long Aon, London W.C. Tel. 836-4802. Teles: 262009

Managing Dir. V. Cermany. W. Lasterbach, Friedricher, 15, 6000 Frankfurt M. Tel. (059) 726735. The 416721

Gen. Mgr. W. Germany. W. Lasterbach, Friedricher, 15, 6000 Frankfurt M. Tel. (059) 726735. The 416721

Gen. Mgr. W. Cermany. W. Lasterbach, Friedricher, New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Tel. (212) 733-3800 Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022. Teles: 407175

Pres. U.S.: Michael Comon, 850 Third Ave., New York, N.Y. 10022.



and the second s

## **OPINION**

## Candidates, Beware the Terrorism Trap

By Jeffrey D. Simon

For Conscientious Objection in the Warsaw Pact

By Miklos Haraszti

the democratization of Eastern Europe. For that

reason, Eastern governments faced with growing

protests against imprisonment of objectors could split off this right from the others and grant it.

its allies abstained in the vote in the Human

Rights Commission, especially since the resolu-tion clearly criticized their practices. This absten-

tion indicated the East European governments'

Warsaw Pact rigidity on the issue has become

increasingly untenable because of the growing

number of objectors and, more important, be-

cause the objectors have begun to demand their

rights publicly. The longer the Warsaw Pact's

new detente campaign goes on, the more difficult it will be for its members to justify their hard line

toward anti-militarists. That is especially the case

in Poland and Hungary, whose governments

The only armed conflicts in Europe in the last 40 years have occurred when the Soviet Union

Only East Germany and Hungary permit un-used Warsaw Pact armies to repress democratic chev's peace and glasnost campaign. The Warsaw

armed military service on religious grounds. But ferment. Thus, objection to military service in the Pact would not be able to resist if its Western

not even this dubious alternative is considered an bloc is not only a matter of religious principle but partners insisted on this issue during the current

land, Czechoslovakia, Hungary and even in non-

aligned Yugoslavia have focused on this right

Unlike the rights of speech and assembly, the right of conscientious objection does not necessaright of conscientious objection does not necessarHelsinki process and that alternative service that is soon to be published in the United States. He

ily concern everyone and cannot by itself lead to would set a significant precedent. It would, they contributed this comment to The New York Times.

South Africa: 'Miracles Need to Be Encouraged'

fear of isolation on this issue.

want to maintain a liberal image.

It is a positive sign that the Soviet Union and

SANTA MONICA, California — of f America's 1988 presidential candidates draw the wrong lessons on terrorism from the Iran-contra bearings, they are likely to fall into the same terrorist trap that caught Jimmy Carter and Ronald Reagan. The temptation to win votes with tough talk about terrorism will be understandably great. But it should be resisted if the next president is to avoid the fate of the previous two.

The major terrorism lesson from the arms-for-hostages deal with Iran is not the most obvious "no negotiations with, no concessions to" terrorists or their state sponsors. Rather, it is, "Do not let United States foreign policy become subservient to the resolution of a terrorist incident."

That is the trap.
The fact that presidents as different in ideology and personality as Jimmy Carter and Ronald Reagan both fell

B UDAPEST — In a resolution last March, the UN Commission on Human Rights acknow-

ledged conscientious objection to military service

as a universal right. It called upon member coun-

tries to stop imprisoning objectors and to create opportunities for alternative service. Since most

Western countries recognize this right, it may seem

However, if the West added the right of consci-

entious objection and alternative service to the

agenda at the Helsinki accords review process, it would force the communist countries to respect this freedom for the first time.

In Eastern Europe, civil rights movements have demanded the right of conscientious objection in recent years. The commission's resolution

provides support for the many who are in prison

or are threatened with imprisonment for their

Lenin, who built his revolution on soldiers

tired of the Great War and eager to go home,

decreed the freedom of conscientious objection

in 1918. But soon afterward communist ideology

grew hostile to this, and any right of conscience

objectors of other denominations, and all com-

munist countries imprison those who request

conscientious objection stances.

alternative civilian service.

B OSTON — A first step in resolving political conflicts is to get the

That is often formidably difficult.

floated for Central America, an im-

And then there is South Africa,

perhaps the most tormenting example

of all. Its reality was brought poi-

gnantly home to me in a recent con-

versation with a noted victim of the

gotiate directly with Nicaragua.

that the West has little reason for concern.

Americans to the need to tone down the national reaction to terrorism. The tendency to create crises over terrorist incidents and to search endlessly for "solutions" has negatively

affected U.S. foreign policy. The last two presidents have al-lowed understandable compassion for the fate of American hostages to color their perception of what would be best

In Mr. Carter's case, the search for a solution to the hostage situation in Iran led to a yearlong paralysis in American foreign policy. In President Reagan's case, the desire to win the release of hostages in Lebanon led to one of the more questionable foreign policy decisions in recent times.

The harsh reality about terrorism is

victim to the terrorist trap should alert tunately no solutions or ultimate victories. The numerous terrorist groups that exist around the world, and the large pool of available American targets - civilians, diplomats, military personnel — ensure that Americans rili always be at risk to terrorism.

The irony of the arms-for-hostages deal is that even if it had "worked," on the very day the hostages would have come home, new ones could have been taken in Lebanon or elsewhere.

Another fact about terrorism that Americans have ignored is that despite efforts by governments to combat this threat, it takes only a single terrorist incident — a hijacking, a bombing, an assassination — to make it appear that the terrorists are "winning."

That is why viewing terrorism as a "war," or making statements that we



only plays into the terrorists' hands. What, then, can be done to break out of this terrorist trap?

is in order. Since terrorism for the most part does not pose a threat to vital U.S. interests. Washington needs to shift away from the practice of designing high-level policies for what

require a response or deserve to be into the terrorist trap.

believe, acknowledge that the state's sovereignty

This breakthrough would require more than

the natural attraction of the Western example. What we need is for the Western signatories to

the Helsinki accords to embrace the universal

right of conscientious objection, and for all Hel-

sinki members to legalize conscientious objection

The easy verifiability of such an agreement

makes it eminently suitable for the Helsinki

framework: Either the objectors are in prison or

their rights are being respected.

Diplomats should not regard this issue as

marginal or as a matter of a country's internal affairs. If indeed the Helsinki spirit couples Eu-

ropean security and the freedom of the individ-

ual, then the right of conscientious objection embodies this spirit. The absence of this right in

the East is a threat to Western security: Can the

Warsaw Pact's aims be truly seen as nonaggres-

sive while it punishes its citizens for not wanting

to look at other countries as enemies?
The resolution of the UN Human Rights Com-

mission should become a test of Mikhail Gorba-

Helsinki review conference in Vienna. A new

dimension in Eastern Europe would then open

The writer, a Hungarian social critic, is author of a

over the individual cannot be absolute.

and institute alternative service.

First, a rethinking about terrorism are essentially low-level threats.

It should also avoid issuing grand doctrines and principles to guide responses to terrorism. Principles such irrefutable evidence" and "no negotiations, no concessious" serve only to reduce American flexibility in responding to terrorism.

Also beneficial would be a con-

scious effort by presidents and other government officials to avoid fostering an image of crisis in Washington every time terrorists strike. While there cer-tainly cannot be a business-as-usual approach to terrorism, the tendency has been to go to the opposite extreme, as illustrated by the presidential ad-dress to the nation as soon as the hostages from the TWA hijacking were released in the summer of 1985.

The public, Congress and the news media will naturally demand strong action on the part of a president whenever terrorists attack American targets. And strong responses, including military raids, will be required at times to demonstrate American resolve.
But every terrorist incident does not

reated as a test of national nerve. Doing so only complicates the issue and gives terrorists the international platform that they desperately want.

If there has to be "tough" talk on terrorism during the presidential cam-paign, it is to be hoped that it would be that terrorists are not going to be allowed to influence the course and direction of American foreign policy. Otherwise it will be only a matter of time before the next president falls

The writer conducts research at the Rand Corporation into international ter-rorism. This comment in The New York Times was drawn in part from an article in the summer issue of Foreign Policy.

## Nicaragua: A Tragedy Of Errors

By William Safire

WASHINGTON — After a couple of years trying to run for-eign policy without Congress, the Reagan administration swung to the other extreme: It sought to wheedle continued aid to the contras by abdi-cating foreign policy leadership to the speaker of the House.

That too was folly. Nobody will go to jail for the latest collapse of the Reagan will; no public hearings will expose the blundering that led to the unconscionable sellout of national interest in preventing further communist penetration of the Western Hemihere. No vensity or corrupt secrecy this time; only the defeatism and confusion among the Caretaking Corps.
Howard Baker, the White House chief of staff, counted noses and found

in Marie II. Line

Herkus

-4---

· 电学 · 电一:

: •. • • · · · • •

**\*** 

that contra aid was 35 votes short in the House and a couple short in the Senate. He decided that the president did not have the stamina or public support to make a fight on principle. So the amiable Tennessean sent a Texasquenissary to Speaker James Wright, in effect offering to make him secretary of

state in matters Central American.

Mr. Wright drove a hard bargain with the Baker White House. No extension of contra aid during the 60 days in which a cease-fire would be sought. No role for the contra leaders in determining their own fate; let them complain through the Red Cross. And not a peep out of the anti-Sandinists in the United States: not one privately financed television ad, not one Reagan remark that would in any way irritate Managua — an unprecedented gag rule on the executive branch, perhaps in congressional retribution for the undue secrecy practiced in the Regan-Poindexter White House.

Mr. Wright's peace plan had one saving grace. In conjunction with a cease-fire and an end of military aid to the resistance, the communist government would have to commit to some of the elements of democracy that it promised when it took over in 1979. Although the Reagan cave-in treated the contras as badly as Richard Nixon treated the Kurds, at least it did not w adopt the let's-not-meddle-internally theory of negotiator Philip Habib.

While the White House was concentrating on negotiations with Congress, Howard Baker gave little consider-ation to the effect of a drastic weakening of Mr. Reagan's support for the contras on the Central American presidents about to meet in Guatemala with Daniel Ortega, the Nicaraguan dictator. The State Department sent up no urgent red flags that a surprise Reagan compromise might trigger a

major appeasement move.
That was why Mr. Baker (focused on making a political deal on the Hill) and Mr. Reagan (preparing an Iran-contra speech to avoid the rigor of a news conference) were blindsided by the sudden adoption of the Arias plan in Guatemala. It was not in their scenario.

improvising in what it had inadvertently made a dangerous situation, the White House did not knock down speculation that its deal with Mr. Wright had been designed to push the tion. The stunned Baker-Shultz crowd "welcomed" the unwelcome development and took undeserved pats on the back for anticipating the unexpected reaction in Guatemala and for thus

speeding the "peace process." Then the House speaker wilted under the heat from Democratic doves for having dared to suggest that withdrawal of contra aid be linked to political freedom in Nicaragua. Mr. Wright removed the sole element of backbone in the deal he had worked out with Mr. Baker by announcing, "It's the Guate-

mala plan that has to prevail." Mr. Baker's folly of a pre-emptive compromise with Congress thus failed spectacularly. The surrender in Guatethe water into wine. There's still room mala calls for a cutoff of U.S. contra aid now, but guarantees that dictator Ortega remains in power through Dean Farisani is going back to 1990. The Sandinists will continue to get arms from Moscow, during which time the resistance that Washington abandoned will be ruthlessly crushed.

At that point, the Managua-sus-

tained subversion of El Salvador will be renewed. No Nicaraguans would be crazy enough to trust Washington in applying pressure to the Sandinists expansionist regime. Mr. Reagan will er in the year. Dr. Chester said that then be chopping wood in Santa Barbara. No wonder so many candidates dissociate themselves from a policy likely to bedevil the next president. Belatedly, Cap Weinberger and Frank Carlucci explained the extent of

tion or death. But I have to be realistic. the coup de grace to the contras. That was why Mr. Habib quit in a huff. What a tragedy of errors. As the saying goes, none of it would have happened if Ronald Reagan were alive.

The New York Times.

 $\mathbf{M}^{\mathrm{INING}}$  is one of the most dangerous, backbreaking occupations even in the best of circumstances. Under institutionalized racism it becomes an intolerable one, which is what the nationwide strike of black South African gold and coal miners is all about. According to the American Labor Education Center in Washington, 12 times as many miners are killed per million tons mined in South African mines as in the United States. Black miners live herded into barracks in walled compounds far from their bomes and families.

The strike may be the most important labor conflict in South African history. The NUM and anti-apartheid groups are calling ou concerned Americans to support the striking miners by supporting anti-apartheid legisla-tion sponsored by Representative Ron Dellums, a California Democrat, that would ban almost all South African exports to the United States, including coal; by honoring the boycott of Shell Oil, which operates one of the mines being struck; and by contributing to the South African Miners Aid Fund. - Syndicated columnist Coretta Scott King.

T IS TIME for Congress to pursue full corporate divesumre and an end to all bank lending to South Africa. Partial sanctions have only partial results; the willingness of some countries to break UN sanctions against Rhodesia was a significant factor in prolonging that country's civil war. Comprehensive sanctions would have a chance to work. If rigorously enforced, they could put significant pressure on Pretoria to negotiate an end to apartheid.

toward civil war. The American people need not sit around and wait for politicians to act. It is only through grass-roots actions, like the ongoing international boycott of Royal Dutch-Shell and divestrure campaigns, that Congress will be moved to take stronger action, and that corporations, motivated by lost profits, will be moved to stop investing in apartheid.

Sanctions alone cannot eradicate apartheid; that task is ultimately left to the people of South Africa. But economic pressure and political isolation of the government can hasten the day when justice and freedom reisn.

chairman of a national "Boycott Shell" Committee, in the Los Angeles Times.

opposing parties to talk to each other. cal Lutheran Church in South Africa. with death for himself and relatives. Dean Farisani has been detained with- The effects on his mind were more In the Middle East, Arab states out trial for four lengthy periods refused for decades to talk with Isra- since 1977 in Venda. That is one of el; now a divided Israeli government the tribal homelands that South Afri-

individual right: It is a bargain struck with cer- also an indication of popular nonviolent demo-

tain favored churches. Both countries imprison cratic resistance and solidarity.

rejects an internationally sponsored ca has declared "independent" but peace conference. As peace plans are that no other country recognizes. During his first three detentions he mediate problem is the unwillingness was brutally tortured: hung upside of the Reagan administration to ne-He suffered two heart attacks. Protests by Amnesty International and others helped win his release.

time, he says, he was not physically assaulted. But he was questioned from apartheid system. He is Tshenuwani assaulted. But he was questioned from Simon Farisani, dean of the Evangeli-five to 10 hours a day, and threatened

The most recent detention was from Nov. 22, 1986, to last Jan. 30. This

Support the Strike and Tough Sanctions

Sanctions are a nonviolent alternative to doing nothing as South Africa inches

- Richard L. Trumka, president of the United Mine Workers of America and co-

By Anthony Lewis

traumatic. After his release he found that he could not concentrate.
For the last five months Dean Fari-

Human rights activists in East Germany, Po- up - that of a guaranteed individual freedom.

sani has been at the Center for Torture Victims in Minneapolis. It is the third such center in the world, following others in Copenhagen and Toronto. Dr. Barbara Chester, a psychologist who directs the Minneapolis center, said it was not unusual that psychological methods had a more transactic effect on Dean Farisani. "He was evi-

dently prepared for physical torture, she said when I telephoned her. "It didn't go to the core of his being. But the psychological techniques did." Despite all that has happened to him, Dean Farisani believes in negotiations as the way out of South Africa's crisis. And he said the talks must be with the Afrikaners who control the National Party and the government.

"Blacks have never had any prob-lem talking to Afrikaners," he said. "It's they who have had the problem. "It's a long historical suicide note on the part of the Afrikaner, the refusal to talk. Today they have become a lonely wolk of 2.8 million in a nation of over 30 million - not so much because they are hated but because they have decided to isolate themselves

from their fellow citizens." President P.W. Botha has been determined to prevent talks with the principal anti-apartheid organization, the African National Congress. He excoriated an unofficial ZTOUD Of Afrikaners who recently met ANC leaders abroad. The reason, Dean Farisani said, is that people will think differently if they actually meet the other side. "The ideology can only survive on ignorance."

Was there any real hope of negotiations? I asked. Dean Farisani said there were three possibilities.

The most pessimistic was an esca-

lation of violence. The second was the chance of strong support from the outside world pushing the government to the negotiating table.
"The most optimistic," he said, "is

the miracle option. I don't think the

last miracle was when Jesus turned for a South African miracle. But miracles need to be encouraged.

South Africa this week. Even if he stays out of detention, he will immetely be caught up in the apartheid maze. He has been declared a citizen of Venda with no right to enter South Africa - or go to most of the 121 congregations he supervises.

He plans to return to the Minneapolis center for more treatment latthe five months he has been there so far were "a short time, given the trauma he went through."

I asked Dean Farisani what he

thought would happen in South Africa. "If I had to choose," he said, "I the perfidy to Mr. Reagan, who told would pick the miracle option. Then I wouldn't have to worry about deten-What black South African knows what will happen to him the next day? Wishes are not always horses, and therefore beggars cannot always ride." The New York Times

## IN OUR PAGES, 75 AND 50 YEARS AGO

1912: Rome Interested 1937: Shanghai Shelled ROME — The initiative taken by PARIS—Developments in the Sino-

Count Berchtold, the Austro-Hungarian Minister of Foreign Affairs, with kan simution and which was communicated three days ago to the Italian Government, is being followed in Italy with great attention, and in official circles with sympathetic interest. Italy from the very first united her efforts with those of the other Powers in order to prevent Montenegro from taking aggressive action. While the war is still proceeding, she cannot exert direct pressure action in Constantinople, But Austria and the other Powers will be informed without delay of her adhesion to the proposal, with the hope that the joint advice of the Powers may put a stop to the troubles in the interior of Turkey and strengthen the "status quo" of the Balkans.

Japanese situation: Shanghai was subjected to a terrific bombardment the object of provoking an exchange of by the Japanese to cover an attempt views between the Powers on the Bal-Whangpoo River. The Idzumo, flag-ship of the attacking fleet, withdraw after a torpedo had been fired at it. A spokesman of the Tokio Foreign Office confirmed reports that Japan's diplomatic representative in Nanking had been withdrawn. President Theodore Roosevelt and Secretary of State Cordell Hull conferred on the safety of Americans in China and the possible application of the neutrality law.

Liners prepared to evacuate American women and children from Shanghai. The Federal Reserve ordered the closing of all American banks in Shanghai. It was announced that China had concluded a \$50,000,000 credit with Skoda Steel Works in Prague.



problems arise after 1997.

ans in Hong Kong say.

erty developer.

subjects into Britain.

Britain to grant them full citizenship once Beijing

assumes sovereignty. Rejecting this, British legisla-tors offered only an unwritten commitment to

accept Hong Kong's minority groups if citizenship

More recently, hopes were pinned on the chance

'At the end of the day, we're running a serious risk of

statelessness. We really won't be citizens of anyplace."

of a Labor Party victory in the general elections

Britain held two months ago. British Conserva-tives, particularly under Prime Minister Margaret

Thatcher, have traditionally been much tougher

than their opponents on immigration issues. Indi-

Since Labor's resounding defeat, however, many

Indians feel a profound sense of resignation.
"A Labor win was our last best hope," said

Lachman Narain, a well-to-do investor and prop-

nies eained independence, the authorities in Lon-

don have created a tangle of immigration catego-

ries intended to stem the flow of former colonial

descent, as well as more than three million local

At the moment, Hong Kong residents of Indian

Since the early 1960s, when most British colo-

# Clashes William Kill 18, Manila Says Reuters MANILA—The authorities reported Sunday that 18 persons were killed in battles between guerallag and security forces over the material and

ported Sunday that 18 persons were killed in battles between guerilles and same for the police said.

Corazon C. Aquino faced protests of the New People's Army in Buover higher prices for gasoline and

It appeared that the price in-reases, ordered by the Energy

The military said two other re-bels were killed and four were cap-Regulatory Board, could turn out tured in a separate clash Saturday to be the most unpopular measure taken by the Aquino government in Bukidne its 18 months in power.

A national organization claiming 200,000 public transport drivers as members said it would call a dawnto-dusk strike Monday in Manila and five provincial cities to protest the nearly 20-percent increase.

Bonifacio de Luna, president of the Philippine Confederation of Drivers' Organizations, said he would go to the Senate on Monday to present a formal petition for a reversal of the price rise. He warned that his organization would hold a wider and longer strike if the petition was turned down,

In the central Philippines, rebels founched simultaneous attacks at police officer and a militiaman, the police said.

One of the raiding parties was the rebels opened fire and tossed a in the House of Representatives.

Compiled by Our Stuff From Dispatches

main Tamil guerrilla group has sus-

pended its surrender of weapons,

demanding security for the Tamil

population and closure of army

camps, Tamil sources said Sunday.

Eelam made the announcement in

the northern town of Jaffna on Sat-

urday after complaining that Tamil

vivilians were being harassed by Sri

Lankan troops in Eastern Province,

Indian newspapers quoted the

The sources said that senior Indi- sporadic.

By Paul Delancy

New York Times Service

sitting around drawing rooms debating whether Spain's is a macho society. That is a given.

But a clearer idea of what that means has emerged

The survey drew immediate approval from femi-

nists, an endorsement from the country's largest news-

paper, and even agreement, amid yawns, from many

The report, by the women's department of the General Union of Workers, said 84 percent of the

women in the survey had experienced some form of

Nearly a third said they had been bothered by

"unwanted physical contact." such as being pinched

or brushed against, or by sexual solicitations and

telephone calls. More than half said they had experi-

enced unwanted nonverbal sexual advances, including

obscene gestures and "lascivious looks."

The survey questioned 772 workers in the govern-

ment, at hotels, hospitals and factories, and white-

what they regarded as sexual harassment.

**DOONESBURY** 

ESCORTS & GUIDES

INTERNATIONAL

**ESCORT** 

SERVICE USA & WORLDWIDE

Head office in New York 330 W. 56th St., N.Y.C. 10019 USA

212-765-7896

212-765-7754

MAJOR CREDIT CARDS AND CHECKS ACCEPTED Private Memberships Available

LONDON

Portman Escort Agency

MARMONIC CONVER-GENCE: MANKIND'S SECOND CHANCE.

in the first large study in Spain of job discrimination

and sexual harassment of women.

the sources said.

The Liberation Tigers of Tamil

Tamil Rebels Halt Surrender

Of Arms, Demand Security

MANILA — The authorities reorded Sunday shall a police post three kilometers (two miles) from Bacolod.

In the south, the military said 12 rebels and 2 soldiers were killed Saturday when a government pa-In Manila, meanwhile, President trol battled Communist guerrillas kidnon Province on Mindanao Is-

in Surigao del Sur Province, east of

In Manila, reactions to the fuel price increase included a flood of telephone calls to a popular radio station, DZRH, Angry callers accused the government of callous-

They said an oil price rise would trigger increases in the prices of prime commodities, further burdening a population already struggling with economic hardship.

"Students, mothers, fathers should go out in the streets tomorrow and join the protest," said a caller who gave his name as Joe Garcia.

Two women callers said that if oliwn Sunday on two police sta-tions on Negros Island, killing a decision before the legislative elections in May, none of Mrs. Aquino's candidates for Congress One of the raiding parties was would have won. The government led by a woman who was heard shouting "kill the police" before and more than 130 of the 200 seats

mands and that discussions might

Lanka and India on July 29 provid-

should end by Saturday at the lat-

IT IS WRIT LARGE, SOME-

WHERE: "IN THE CLISP OF CONVERGING AGES, ONE

BLINDING, HOLY MOMENT

OF TRANSCENDENCE ...

**ESCORTS & GUIDES** 

**ARISTOCATS** 

Leaden Escart Service 8 Wigmore St., London W.I. Indior Credit Cards Accepted Tel: 437 47 41 / 4742 12 noon - midnight

REGENCY NY

WORLDWIDE ESCORT SERVICE 212-838-8027 or 753-1864

LONDON

BELGRAVIA

Escort Service. Tet: 736 5877.

as well as in Jaffna.

## In Sri Lanka, Monks' Saffron Robe Is Turning Into a Signal of Militancy

New York Times Service COLOMBO, Sri Lanka - In

hat could be a curious omen of violence, the authorities here have reported a run on saffron robes, the traditional garb of Buddhist

ly powerful priesthood has been at the forefront of much of the recent violence, the robe, traditionally an emblem of tolerance and peace, has become a signal of militancy.

angry crowds and younger monks sometimes attacking police lines and throwing stones, secular agitators have also been reported to be donning saffron, the better to arouse emotions at demonstra-

support violence, but they also say that violence may be inevitable as they carry out what they see as their role as protectors of the Sinhalese, the majority ethnic group in Sri

Spain Finding Out How Macho It Is It found harassment by male colleagues was focused mainly on new employees and on those from 26 to 30 MADRID - Spaniards do not spend much time years old. Others reported to be singled out were women who were divorced, separated or widowed, and

nonpracticing Catholics or atheists. The researchers found discrimination in salaries and promotions mainly in manual-labor and bluecollar jobs and in the private sector. Many women said ed they had been denied promotions because of their sex. Women who had been in their jobs four years or more and those over 40 years old made most of the complaints.

The study offers several recommendations, including new laws to prohibit sexual harassment and programs to make employers aware of their responsibilities.

It also recommends psychological support for victims and help for women in resisting harassment. The report and recommendations are to be presented next month to the Cortes, or parliament, said an official of the women's department.

"The report bears out what we've been saying for years," said Montserrat Fernández Garrido, a Feminist Party leader. "Whenever we've brought up the collar employees such as journalists and flight issue, nobody paid any attention. We're glad it has now seen the light of day."

... SHALL TRANSFORM THE ZEITGEIST WITH PERFECT SYNCHRONICITY, INTO THE

PURE, INEFFABLE EXPRES

that have produced sustained violence in the last four years.

In their fight for a separate state, are human." Tamil guerrillas have received support from the much larger Tamil population outside Sri Lanka, inchiding 50 million in southern In-

A Sinhalese political scientist, the offensive. We are on the defen-"They will drive us into the sea,"

he said, "and we have no place to go. The Tamils can join their brothers in south India. The Moslems can go to the Arab world. The Sinhalese have no place to go. We are a nation under seige."
From Sri Lanka's earliest days,

the protectors in this seige have been the monks, guardians of a culture whose roots are intertwined with the history of Buddhism itself.

It is said that when the Buddha was dying, he saw his teachings ince in northern Sri Lanka. under threat from Hinduism and looked south to the island now called Sri Lanka as Buddhism's

As the government takes steps to work out a compromise with the Tamils, who make up 15 percent of the population and are seen historically as encroaching from the north, the Buddhist clergy is fight-

ing back. The monks are angry," said B. cleric and a lecturer at Sri Jayawardhanapura University.

"It has been traditional in the past for the rulers to consuit the Buddhist clergy, and to listen to them," he added. "But now there are many occasions when the elderly monks had discussions with the president but he doesn't care."

A Sinhalese Buddhist scholar who disagrees with that view said: "The monks don't think that violence in defense of the Sinhalese race is anything bad."

Neelan Tiruchelvam, a moderate

Tamil leader, said, "The basic virtues of compassion, tolerance and nonviolence have been subordinat-

SOME SORT OF SUNSET MIGHT'VE

BEEN NICE.

**ESCORTS & GUIDES** 

LONDON OBSENTAL GUIDE and 5: cort Service. Tel: 01-243 1442

"ENGLISH" Koeln/Born/Essen/Dues, seldorf Escort Service, 02/11/383 141

ANEKA LONDON/HEATHROW. Ex cort Credit corts. 727 9858/373 5719

AMSTERDAM, S.H.E. ESCORT and Guide Service, Tel. 949800.

LONDON CEISTINA SWEDISH specifying Escort Service. Tel 834 (891

MUNECH + REMEMBER + ESCORT and Guide Servica. Tel: 089/912314

EYECATCHERS LONDON ESCORT Service, Tel: 01 519 5552.

LONDON ORIENTAL PROOF Service. Tel. (7) 584 72 Jul.

...ONENESS."

OH, RIGHT! YOU WERE EXPECT-

ING ARTWORK

OF THAT?

#### see themselves in larger terms as ed to the historic role the Sri Lan-By Seth Mydans being under pressure from the Hin- kan Buddhists feel they have to du Tamil ethnic group, and even protect the Sinhalese race. from the smaller Moslem popula-

By Patrick L. Smith

HONG KONG - They were there when British

traders first hoisted the Union Jack over this dot of

land 146 years ago. In the decades following, they

went on to help found Hongkong & Shanghai

Banking Corp., the colony's first university and a number of other still-prominent local institutions.

Hong Kong's 16,000 ethnic Indians have left an

unmistakable mark on the community they quietly

took part in carving out of barren rock. But histor-

Hong Kong is about to fall through history's cracks. When China regains sovereignty over the

colony in a decade, many of the community's

members will not belong in Hong Kong, India or

"At the end of the day, we're running a serious risk of statelessness," said Michael Chugani, a

local political commentator whose parents arrived

from the subcontinent in the 1930s. "We really

For most of the territory's 5.6 million people, the

expiration of Britain's colonial leases in 1997

means they will automatically become citizens of

China. But because China bestows citizenship on

the basis of racial background, Indian residents and smaller groups of Pakistanis, Malaysians and

Leaders of the local Indian community mounted

an intense lobbying effort last year to persuade

others will effectively be treated as visitors.

As things stand now, the Indian community of

ic legacies do not go far these days.

won't be citizens of anyplace."

and Herald Tribune

In Sri Lanka, where the politicalan officials had been told in detail NEW DELHI - Sri Lanka's about the Liberation Tigers' de-

be held with the group in Tamil With senior monks haranguing Nadu, where it maintains offices, The Sri Lankan government de-layed its expected declaration lifting a state of emergency in Northern Province and Eastern Province.

A peace accord signed by Sri Senior monks deny that they ed that the state of emergency Liberation Tigers' commander in est. But officials said the two na-Jaffna as saying that his organiza- tions had agreed to postpone the tion would not lay down arms until move because the surrender of it got "a guarantee about the safety weapons by the Liberation Tigers of the people." There were no fur-ther details.

The sources said that senior Indi-

Although the mostly Buddhist Sinhalese make up 75 percent of the 16.5 million Sri Lankans, they

tion of Sri Lanka.

This sense of threat from the minorities is at the heart of the you waiting? Why don't you take

"Violence is not the proper

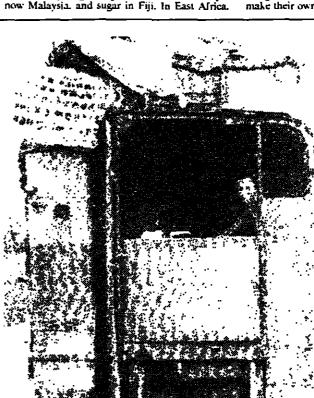
way," he said. "But you see, we all He blamed hot-blooded younger

monks for the violence, saying, "They are teen-agers, and it is diffi-cult to control their emotions."

The intentions of some of these monks seemed evident at a recent speaking of what he called "the Buddhist gathering, when one 1,000-year war," said: "They are on younger monk said, "If we are not militant, and if the country is not protected, then there will be no more Buddhism.

Asked if he favored violence, the monk, a member of the militant Inter-University Federation of Students, said: "Why not? We are being provoked. We are being shot. We cannot stand any more A demonstration last month by

several hundred monks touched off the most recent wave of violence on the day before Sri Lanka and India signed an accord that is intended to create an autonomous Tamil prov-



Chinese, are called "British Dependent Territory

Citizens," or BDTCs, a designation that dates from 1981. As Hong Kong BDTCs, Indians and

others have the right to live in the colony but not in

Because Britain is giving up the power to confer

— Michael Chugani.

political commentator

Hong Kong citizenship, however, their status is to

change once again. Last year the British Parlia-

ment voted to turn Hong Kong BDTCs into "Brit-ish Nationals Overseas." or BNOs, a status that gives them the right to live no one quite knows

China has agreed to permit non-Chinese BNOs

to remain in Hong Kong as long as they have seven years' residence behind them. But the BNO pass-

port, which has been recognized by about 27 na-tions since it was introduced, does not confer

Britain is campaigning assiduously to win great-

er international acceptance for the BNO passport.

Beneath the sense of resignation, a measure of

bitterness lingers. As the Indians see it, they helped

build an empire, growing rubber in British Malaya.

traveler peers from a truck in Ho Chi Minh City. Officials now want tax breaks for private transportation.

For Hong Kong's Indians, 1997 Brings a Vision of Limbo now Uganda and Kenya, they were brought in to build roads, ports and railroads.

"Wherever the Britishers went, we went also." said K. Sital, a financier of the import and export trade who arrived from India in the early 1950s.

Indians were first brought to Hong Kong to serve as soldiers, clerks and policemen. They quickly assumed prominent roles in the financial and trading communities.

After India's independence and the subcontinent's partition into India and Pakistan, a new wave of immigrants came, mostly from Sind, long renowned for its merchant class. About half of the territory's 16,000 Indian residents have retained Indian citizenship.

Although Hong Kong's Indian residents account for a minute fraction of the population, they are responsible for about 12 percent of the territo-

ry's overstas trade, by their reckoning. Like many other Hong Kong residents, Indian executives say the object now is to cash in as fully as possible on the economic boom that Hong Kong

Many say they are willing to try living under the Chinese flug at least during the 50-year period of self-rule that Beying has promised Hong Kong after 1997. But the sense of helonging that Indians feel they have earned over the past century and a

half is fading.
"At the end of the day, you have to conclude that things don't hold much promise here." Mr. Chugani said wistfully. "People think it's time to make their own arrangements.

## Hanoi Allows **Transport** For Profit

BANGKOK --- Vietnam has extended private enterprise reforms to allow private shipment of passengers and goods, a potential boon for the Communist state's ailing transportation network. The state radio said.

A reform recently announced in Hanoi encouraged private individuals or groups to operate vehicles for profit under state protection. the radio said Saturday.

It also encouraged officials and others who already have jobs to take a second job in private transport, according to a text of the radio broadcast received in Thai-The incentives include a half-

year tax break and state protection for operators, who would be able to keep all after-tax profits. Basic transport fees would be

regulated for established routes but operators would be allowed to set their own prices for special ser-

Since 1979, reformers in the Communist Party have been whit-

# CHALL ENGEOFTHE

THE EIGHTH ANNUAL INTERNATIONAL HERALD TRIBUNE/

OIL DAILY CONFERENCE, LONDON OCTOBER 22-23, 1987

THE program is designed to assist senior executives in the petroleum industry and related fields to determine their business 👃 strategies into the 1990's. The Honorable John S. Herrington, Secretary of Energy, United States, H.E. Abd al-Hadi Muhammad Kandil, Minister of Petroleum and Mineral Resources, Egypt, H.E. Rilwanu Lukman, Minister of Petroleum Resources, Nigeria, President of the OPEC Conference, H.E. Arne Oien, Minister of Petroleum and Energy, Norway and The Rt. Hon. Cecil Parkinson M.P., Secretary of State for Energy, United Kingdom will head a distinguished group of energy and financial leaders from around the world. Senior Executives wishing to attend the conference should complete and mail the registration form today.

## OCTOBER 22

UNITED STATES' ENERGY POLICY
The Honorable John S. Herrington, Secretary of Energy,
United States CHALLENGE OF THE 1990' A CORPORATE VIEW John R. Hall, Chairman and Chief Executive Officer, Ashland Oil Inc. Philip Oxley, Chairman, Tenneco Europe Ltd

Nader Sultan, President, Kuwan Perroleum International Ltd. GLOBAL DEMAND AND SUPPLY: AN OVERVIEW John H. Lichtblau, President, Petroleum Industry Research Foundation. Respondent: Herman T. Erzensen, Economic Adv

Respondent: Herman T. Franssen, Economic Advisor of H.E. The Minister of Petroleum and Minerals of the Sultanate BREAKOUT GROUPS (These three sessions will run concurrently)

NORTH AMERICAN MARKET
Theodore R. Eck, Chief Economist, Amoco Corporation
Milton Lipton, President, W.J. Levy Consultants Corporation Gisseppe Sfligiotti, Executive Vice-President, AGIP SpA Ted White, Managing Director, Petroleum Economics Ltd THE PACIFIC OUTLOOK
Dennis J. O'Brien, Chief Economist,
CALIEX Petroleum Corporation
LUNCH THE EUROPEAN OUTLOOK

THE OUTLOOK FOR THE UNITED KINGDOM'S PETROLEUM INDUSTRY
The Rc. Hon. Cecil Parkinson M.P. The Rt. Hon. Cecil Parkinson M.P.,
Secretary of State for Energy, United Kingdom
MARKET FORCES IN CHARGE OF SUPPLY MANAGEMENT
John Deuss, Chairman, Transworld Oil Ltd.
ENERGY SECURITY AND THE MIDDLE EAST
GEOPOLITICAL OUTLOOK
Charles DiBona, President, The American Petroleum Institute
George Quincey Lumaden, Director, Oil Market Development,
International Energy Agency
Mehdi Varzi, Senior Analyst, Kleinwert Crievson & Co.
Moderator: Robert Mabro, Director,
Oxford Institute for Energy Studies.

Oxford Institute for Energy Studies.

### OCTOBER 23

MINISTERIAL PRESENTATIONS AND DISCUSSIONS H.E. Rilwanu Lukman, Minister of Petroleum Resources, Nigeria, President of the OPEC Conference
H.E. Arne Oien, Minister of Petroleum and Energy, Norway
H.E. Abd al-Hadi Muhammad Kandil,
Minister of Petroleum and Mineral Resources, Egypt
Moderator: Herman T. Franssen, Economic Advisor of
H.E. The Minister of Petroleum and Mineral Resources of the

THE WORLD ECONOMY: RETURN TO NORMAL GROWTH:
Stephen Marris, Senior Fellow, Institute for International
Economics, former Chief Economist, O.E.C.D.
Respondent: Timothy Congdon, Chief U.K. Economist,
Shearson Lehman Brothers BREAKOUT GROUPS (These three sessions will run concurrently)
FINANCING EXPLORATION AND DEVELOPMENT

Jean Claude Balaceanu, Director General,
Institut Français du Petrole
David Parker, Manager, Project Finance Unit,
Nacional Westminster Bank
THE FINANCIAL HEALTH AND PROFIT PROSPECTS OF THE

OIL INDUSTRY
Dillard Spriggs, President, Petroleum Analysis Ltd.
CHINA: PROSPECTS FOR OIL DEVELOPMENT Kim Woodard, President, China Energy Ventures LUNCH

LUNCH
FINANCIAL STRATEGIES FOR THE OIL INDUSTRY:
NEW INSTRUMENTS AND MARKETS
Rodney F. Chase, Group Treasurer, B.P. Finance International
R. Hartwell Gardner, Treasurer, Mobil Oil Corporation
Robert B. Weaver, Senior Vice President,
Global Energy Executive, The Chase Manhattan Barik, N.A.
IMPROMPTU PANEL DISCUSSION
Moderator: Nicholas G. Voute, Oil Consultant,
London and The Hastie. London and The Hague

#### REGISTRATION INFORMATION The fee is £595 (plus VAT @ 15% £89.25.

total £684.25) or the equivalent in a convertible currency for each participant. This includes lunches, a cocktail reception and post-conference documentation. Fees are payable in advance of the conference and will be returned (less £50 administration charge) for any cancellation postmarked on or before October 12. Cancellations postmarked later than October 12 will be charged the full fee. Substitutions may be made at any time.

Please return the registration form to: International Herald Tribune, Conference Office, 63 Long Acre, London WC2E 9JH, or telephone (441) 379 4302 or telex 262009.

and a offering a special service for all delegates travelling from the United States. For further decais please cell Barbara McConnell 1-800 327 1500. Ref. CVN 67104

## CONFERENCE LOCATION

Royal Garden Hotel, Kensington High Street, LONDON W84PT. Telephone (441) 937 8000. Telex: 263151. A limited number of rooms has been reserved for participants at preferential rates. Reservations must be received by October 5. Please contact the hotel directly. CONFERENCE REGISTRATION FORM

Please enrol the following participant for the Oil Conference.

Please invoice. Check enclosed.

ADDRESS:

CITY/COUNTRY: \_\_

Pan Am is the official carrier for the conterence

67 Chiltern Street, Landon Wi Tol: 486 3724 or 486 1158 if major credit cards accepted /IPANA YOUNG ESCORT Service. Tel: 82 33 71. MAYFAIR CLUB ESCORT SERVICE from 5mm ROTTEDAM (0) 10-4254155 THE HAGUE (0) 70-60 79 96 TOKYO ESCORT / GLIDE SERVICE. Tel: 351 22 78. GENEVA \*DESIREE\* **LONDON** ESCORT SERVICE 022/21 99 61 KENSINGTON ESCORT SERVICE

10 KONSINGTON CHURCH ST, WS

TE: 937 9136 QR 927 9133

All major credit cards accepted. LONDON ONLY JAPANESE ESCORT Service, Tel: 01 370 0634. CAPRICE-NY \*\*\*\*\*GENEVA BEST PSCORT SERVICE IN NEW YORK TEL: 212-737 3291. ESCORT SERVICE. 022/ 21 03 40 GENEVA DANY ESCORT SERVICE. Tet 022 / 35 68 23.

INTERNATIONAL CLASSIFIED

(Continued from Back Page)

**ESCORTS & GUIDES** 

\* ZURICH 558720 \*\*

Private Tourism Guide Service Credit Cards Accepted

\*\*\*\* MADRED

Nomour Escort Service. Tel: 259 90 02. MADRID IMPACT escort and guide service, Multilingual, 261 4142 LONDON ESCORT SERVICE. Tel: 937 **GENEVA ESCORT** SERVICE Tel: 46 11 58 ONDON ESCORT AGENCY. Tel: 935 5339. ATHENS INTERNATIONAL Execution Service. Tel: 722 8241 \*\*GEVEVA\*\* CHRYSTEL ESCORT Service 360796 KATRINA ESCORT SERVICE London 01 555 8611. CHEISEA ESCORT SERVICE. 51 Beoughamp Place, London 5W3 Tet: 01 584 6513/2749 (4-12 pm) SOPHIE FRENCH specising Excert Ser-vice. Tel. Landon: 01 581 4147.

**ESCORTS & GUIDES** 

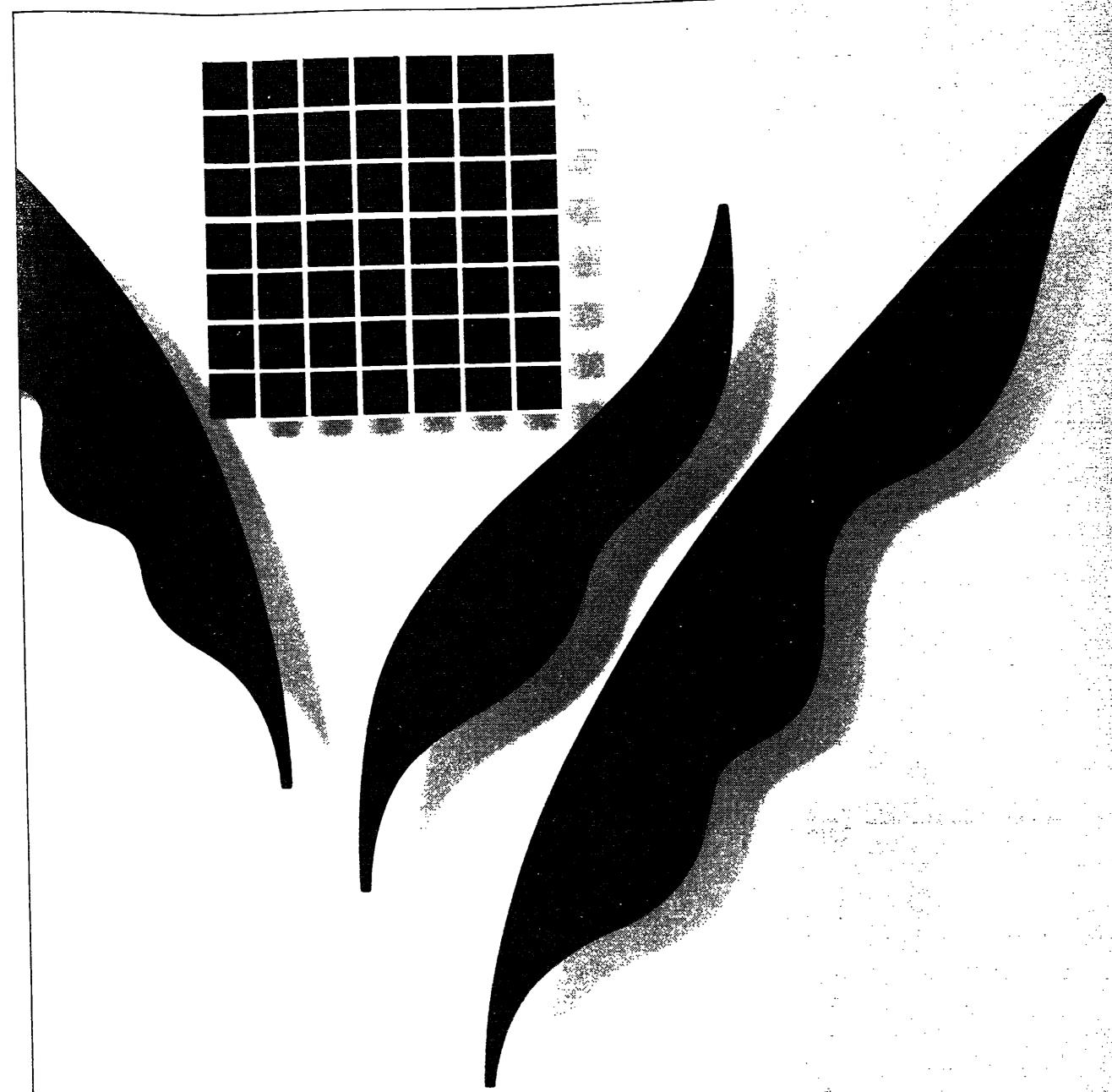
ROME CLUB ELROPE ESCORT & Guide Service. Tel: 06/589 2604 or 589 1146 (from 4 pm to 9:30 pm)

DUSSELDORF - KORIN - ZURICH + grea. Travel and Escart service. Credit Cards. Tet (0211) 34 00 84.

\* \* ZURICH \* CAROLINE ESCORT and guide service. Multilingual. Tel: 01/252 61 74.

FEANGRUPT "TOP TEN" ESCORT Service, 069/55-88-26 GENEVA ROYAL ESCORT Service. Tel: 022/ 812 772. COPENHAGEN, HIGH CLASS Excert Service, Tel. (1) 23 29 (3) LONDON & HEATHROW Escort Service. Credit cords. 749 3062 STOCKHOLM ESCORT SERVICE \*
Phone: 76) 63 89, 11 c.m. to midnight. AMSTERDAM RERNADETE Excert Service, Tel: (0)20-327799 AMSTERDAM 2000 ESCORT Service Tel: [0] 20-911030 NEW YORK-LADY CINNAMON B-cort Service 212-976-2557 FRANKFURT - CONPANSON Excert Service, Tel: 65 62.76. LONDON EXCLUSIVE ESCORT Service. Tel: 01-352 0498

22



Ideas bring growth to finance.

The birth of Ferruzzi Agricola Finanziaria.

In October 1985 Gruppo Ferruzzi set out its plans to create one of the biggest agro-industrial groups in the world, to extend its activities into new sectors and to expand into new continents. In less than two years Gruppo Ferruzzi has become the largest agro-industrial group in Europe and the third largest in the world. Furthermore it is the second private-sector industrial conglomerate in Italy with an aggregate turnover of over 18 billion dollars. The Group's idea to use agricultural products for industrial and energy uses, and its related programme for environmental protection is a focal point of international debate. The driving force behind this extraordinary expansion has been Agricola Finanziaria, the Group's holding company. Its success on the financial market has allowed it to make large-scale investments such as the acquisition of CPC Europe, leader in the starch sector, the acquisition of a controlling interest in Montedison and Béghin-Say, and the restructuring of the sugar sector which makes the Group Europe's leading sugar producer. The market capitalization of the Agricola Finanziaria group amounts to about 20 billion dollars.

And now it is time for it to grow even more. Agricola Finanziaria is increasingly identified with Gruppo Ferruzzi and so Ferruzzi Agricola Finanziaria has been born. Or Two bu

1000

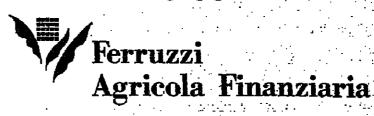
All the activities of the Group will converge in the new holding company so that in due course Ferruzzi Agricola Finanziaria and Gruppo Ferruzzi will form a single entity.

Its theatre of operations is increasingly

worldwide. Ferruzzi Agricola Finanziaria will span five continents.

Its widely diversified activities follow a single vertical structure from agriculture to services, from trading to agro-industry, from chemicals to the advanced services sector and finally to numerous industrial and financial shareholdings. Ferruzzi Agricola Finanziaria will be quoted on all the main European Stock Exchanges including London and Paris. This will lead to a broad national and international shareholder base in line with the Group's importance. The cycle is in constant movement: two years ago ideas brought growth to finance. Today

Finance is bringing growth to ideas.



وكنامىالامل

## EUROBONDS

## After Trade Data, a Tremor Or Two but No Catastrophe

By JONATHAN ENGEL

International Herald Tribune

ARIS — In case you missed it, Sunday was the day of harmonic convergence. That's when crowds gathered in the United States and other countries to pool their spiritual powers and counteract the catastrophic vibra-tions that could doom the Earth within 25 years — that is, according to Mayan and Aztec legends.

The bond market equivalent of harmonic convergence was

expected late last week, when strong Japanese demand at the U.S. Treasury auction was expected to coincide with better-thanexpected U.S. trade figures and produce a period, if not of peace and enlightenment, than at

least of higher bond prices. The market soothsayers got While the shortthe auction right: Japanese interests bought about 40 perterm outlook for cent of the key 30-year bonds Thursday. The June trade figures on Friday were another dollar bonds is still cautious, it is far story. Expectations that the deficit would narrow to about from gloomy. \$13 billion from around \$14

billion in May were dashed when the deficit weighed in at \$15.7 billion. Initially, as the dollar fell, so did the bond market, an unexpected convergence that left few singing. But then the bond market bounced back, as some analysts and market operators disregarded the trade figures as a less-than-certain indicator for the path of the dollar and U.S. interest rates.

There was also strong buying at the lower prices, partly by institutions that failed to get bonds during the auction.

The new 30-year bond, which had fallen as much as 1½ points. ended Friday yielding 8.74 percent, an improvement from the 8.79 percent at Thursday's finish and the average auction yield of 8.89 percent.

As a result, while the short-term outlook for dollar bonds is still cautious, it is far from gloomy. But few analysts expect a rally lasting through the end of the year, as an expected increase in inflation is likely to prompt higher interest rates from the Federal

For the Eurobond market, syndication managers say, the resilience of dollar bonds has heightened the chances of Belgium and at least one U.S. corporation launching sizeable fixed-rate dollar issues as early as this week.

EANWHILE, last week's flow of Australian and Canadian dollar bonds may diminish, as the sharp improvements in the two countries' domestic bond markets have made funds there relatively cheaper, and increased the difficulty of launching a Eurobond based on a swap for a domestic

Even before the release of the U.S. trade figures, some analysts were uncertain about the Treasury auction results. The nagging doubt was whether there had been orders from Japanese insurance companies and trust banks behind the bids from the

"The key question is whether those traders are going to be able to sell it to retail," said Karen Greenberg, a bond syndication manager at Morgan Stanley International in London. Because of the trade figures, she said, "I suspect that now it's going to be dumped right back in" the market for a quick profit.

At the previous quarterly refunding, in May, much of the surprise Japanese purchases of the long bond turned out to be buying by securities dealers to cover their earlier sales of bonds they did not yet own; they made a quick profit, but actually held flat positions. There had been little buying by Japanese institu-

This time, the institutions appear to have been bigger players. "I think there was a very good demand," said Robert Brusca, chief economist at Nikko Securities Co. International Inc. in New York, "The retail investor in Japan did buy a lot of bonds."

In the May purchases, "short covering was a bigger portion than investment," said Yukio Okura, treasurer of Taiyo Asset Management of America, based in New York. But Mr. Okura, who represents an arm of Japan's eighth-largest life insurance company, said he believ investment purposes."

The reason, he said, was that "the exchange rate from the yen to the dollar has stabilized compared with May." Even though U.S. government bonds now give a smaller yield gain of 3½ percentage points over comparable Japanese securities from the 5 percentage points in May, the dollar has been trading steadily around 150 to 151 yen. In May it looked like it was faltering, at

But with substantial price gains less likely in bonds, Mr Okura and other Japanese investment advisers have been shopping in Wall Street. "We are looking at the U.S. stocks, compared with U.S. Treasuries," he said. "The market is very, very strong."

For the bond market, the fact that the trade figures showed a 5.8 percent monthly climb in imports but only a 1.6 percent rise See EUROBONDS, Page 9

## **Currency Rates**

		5										
		2,7345	3,347	112.75	22/25*	0.1556 *	_	5.426 *	135.67	14 <u>0.22</u> y		
	Amsterdam	39.3425	42 6025	26,7805	6.2165	2.848 °	18.4305		25.61	25142 °		
	Brysteis(q)				29,92 =	1.3795 ×	88.69 *	4.812 *	120.25	1.244 *		
	Frankfort	7.2933	2.985		9.9485	2.157.50	3.3575	41.825	2.4758	238.65		
	London (b)	1.5895		2,9775			42.86	34.871	871.70	9.517		
	Milas	1.372.10	2.142.00	724.70	216,77					150.10		
	New York(c)	_	8.6299 =	2_8785	6.2765	1.340.50	2.118	39,85	1,561			
	Paris	6.327	9.978	3.342		4.61 X	2944	16.085 °	4.02	4157B*		
ε.		152.15	240.17	90.75	24.07	11.11	71.45	367.64	96.82			
٠.	Tokyo			63.15 *	24,885 *	0.1148 *	7274 *	4,8821 *		1,0377 *		
•	Zurich	1.557B	2.4764				2,338	43,0728	1.7237	164.783		
	1 ECU	1.0947	0.049	2.0739	4.9277	1,503.62				190,393		
		1.2572	C.794	2.37	7,9199	N.O.	26719	49.204	N.Q.			
	150K Table Supplem centers, New York rates at 4 P.M.											
	Closings in London and Zurich, fixings in aring Europe pound (c) Amounts needed to buy one											
	(a) Commercial franc (a) Amounts needed to buy like your parties of 1,000 N.G.: not quoted; N.A.: not avoitable dollar (*) Units of 1,000 (v) Units of 1,000 N.G.: not quoted; N.A.: not avoitable.											
	(=) To buy one pound: \$U.S.\.5875											
	(=) 18 007 OUE PLUMB. SUBMEMENT											
	Other B	allar	Velu	es								

	 Per 5 20510 1,4124 13,24 39,43 40,64 1,3020 3,7221	Currency Fin. morkko Greek droc. Hoeg Kong S Indo. rupich Irish E Israell shek.	1650.00 0.7052 1.6230	Curreccy Mex. peac M. Zeckand \$ Nig. nairu Narw, krone Phil. peac Pert. escudo Scoudi rivos Sing. 5	3.8601 6.8300 20.4500 147.45 3.75 2.1045	S. Afr. rand Soviet rable Span, peseto Swed. krona Talwan S Their balt Turkish lira UAE dirbane	
-	7.2160	Kuwaiti dinar Malay, ring.	0.2857 2.547	Sing. S S. Ker. won	2,1045 805,10	Venez. boliv.	

€ Sterling: 1,3143 Irish € Sources: Indosve: Bank (Brussels): Banca Commercials Italiano (Milen)) son ale de Paris (Paris): Bank of Tokno (Takyo); IMF (SDR)) BAH (dinar, rivo ale de Paris (Paris): Bank of Tokno (Takyo); IMF (SDR)) BAH (dinar, rivo

## Last Week's Markets

			<del>_</del>		
Stock b	ndexes	•	Money Rates	Aug. 14	Aug. 7
Velted State		Aug. 7 Ctr'98	Discount rate	5V2	51/2
DJ Indus.	2485.43	2,592,00 + 3.60 9	Federal funds rate	6 11/16	61/2
מוש בס	213,79	204.54 + 4.52 9		814	844
DJ Trans.	1.101.16	1,082,85 + 1,69 4	• • • • • • • • • • • • • • • • • • • •		
5 & P 100	329.38	317.19 + 3.84 4	• —	21/2	21/2
5 & P 500	333744	323.00 + 340 9		3 3/16	3 3/16
5 & P Ind	389,38	378.21 + 2.95 9		356	3%
NYSE CP	186.69	180.87 + 3.22 9	MSSI GOLLIGHA		
Britaia				5	5
FTSE 100	2.295.14	2.726.20 + 3.10 9	<sub>s</sub> Lombard	3.85	345
FT 30	1.785.33	1,726.90 + 3,38 %	CAII MONEY	4.05	400
	بيحدر	10 200	3-Milklin man serve		
Jopen			<u>Britain</u>	10	10
Nikkei 225	25494.01	24,800.75 + 2.80 %	Diffills there	10 975	8142
West German	TY.		Call money	9 25/32	97a
Commercial	7.042.10	2,009.30 + 0.09 %	3-month Interbank		China
			Collar Aug.		
Hoag Kone		3,536.19 868.4	Bk Englindex nu	104,90	76
Heng Seng	3.512,15	3.534 IA 000 A	GÓHU		
World			London p.m. fix.5 460.0	0 464.10	<i>—0.8</i> ? %
		200 9:	FR. Ind		

o district

## As the Oil Dwindles, U.K. Economy Faces Stern Test

By Warren Getler

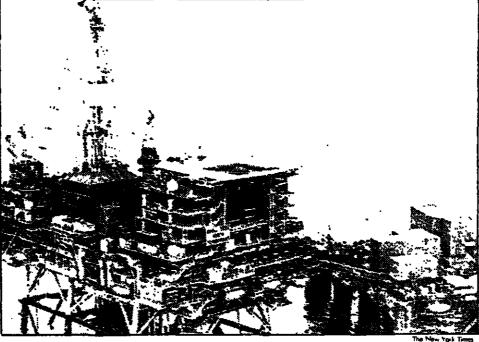
LONDON - In one of the harshest tests of its economic recovery, Britain is expected to revert to the status of a net oil importer by the early 1990s.

For the moment, government and industry officials are not taking an alarmist view of the steady decline anticipated in North Sea oil production over the next five years. But they are bracing for the

The prospect of relying on OPEC oil in the 1990s for some of Britain's energy needs is not viewed as a compromise of the nation's independence. Britain was a net importer until mid-1980. It is the speed at which the country may have to revert to that status that may create some discomfort. The decline in output over the

next five years could significantly harm Britain's overall trade balance. It also raises questions about the soundness of the government's budget, future oil company profits and the prospects for more than 40,000 Britons working in the North Sea oil industry. The issue is not that Britain faces an imminent end to its supply of light Brent crude from the North Sea, where production began in the mid-1970s. With close to 8 billion barrels of proven oil reserves remaining, Britain will produce crude well into the next century, according to industry es-

timate What does await Britain is a long-term trough in production,



A British rig drilling for oil in the North Sea.

the result of the high costs of "But it must be said that we have the most responsive oil tax regime exploration and discovery in a in the world; oil companies probwell-exploited oil region. "The government's been aware ably pay less tax on their North

for a long time that North Sea oil production will enter a gradual decline, beginning this year," said Roger Williams, a spokesman for But John Smith, an economics spokesman for the Labor Party and a former oil minister, argues Britain's Department of Energy. that the Conservative govern-ment of Prime Minister Margaret Thatcher has not moved quickly We are aware of the need to maintain the impetus for explora-tion and development," he said.

enough in weaning the economy away from dependence on the North Sea's oil and gas riches. "North Sea oil has been a huge advantage to Mrs. Thatcher," he said, although "she has been slow operations than anywhere

to acknowledge that." But "in the future, North Sea oil will be relatively less impor-tant," Mr. Smith said. "This is we need to build a stronger See OIL, Page 11

# Manpower Inc. Rejects Bid by Blue Arrow PLC

CHICAGO - Manpower Inc.. the world's largest temporary services company, has rejected a \$1.2 billion takeover bid by British-based Blue Arrow PLC. However, Manpower did not

rule out being acquired if a higher offer were presented, and said Saturday that it would seek to enhance its value for shareholders through acquisition of a large company. Manpower's board unanimously rejected as inadequate Blue Arrow's \$75-a-share offer for each of its approximately 16 million com-

mon shares outstanding, according to a statement from Manpower's headquarters in Milwaukee. It said the board recommended that shareholders refuse the offer. On Friday, Manpower shares closed at \$74.75 on the New York

Stock Exchange, dropping \$1.25 in anticipation of developments from the directors' meeting.
On Samrday, the board also directed management to prepare a shareholder rights or similar plan designed to protect shareholders against an acquisition of the company at an inadequate price. Such

to assure economic growth.

The 15 countries are Argentina.

Bolivia, Brazil, Chile. Colombia,

Ivory Coast. Mexico. Morocco.

Peru, Uruguay, the Philippines, Ec-uador, Nigeria. Venezuela and Yu-

In tune with Mr. Baker, William

national Economics argues that

while some new techniques may be called for to mobilize the flow of

money to debtors, the basic strate-

gy followed since 1982 is still the

right one, although he concedes that the "impressive" adjustments

made by debtor countries have of-

Specifically, Mr. Cline rejects the

idea that "the time has arrived for

programs of widespread debt for-

giveness," as suggested by a bank-

er. Felix Rohatyn of Lazard Freres;

Senator Bill Bradley, a Democrat

of New Jersey, and others in Con-

Senator Bradley has contended

for the past year that "piling new

debt on top of old" only adds to the

ten also been painful.

which operates around 1,460 of-fices in 34 countries, half in the

United States. Launching the offer on Aug. 4, Blue Arrow said it would be financed through an £837 million (\$1.33 billion) 5-for-2 rights issue,

twice the company's capitalization. In an interview, Manpower's president, Mitchell Fromstein, said the company wanted "to develop the opportunity to acquire a company of substantial size for stock whose business is strategically re-lated to ours; who will have a strong performance, track record; and who will have good current

"We have spent the past week speaking to a number of companies who fit that description," he said, without identifying the companies.

Mr. Fromstein said Manpower would "listen to companies interested in acquiring us at a higher price than that being offered," and would pursue the possibility of re-

The Manpower president trav-eled to London last week to seek new bidders for the company. Mr. Fromstein said Blue Arrow

plans are generally known as "poi-Blue Arrow is the biggest embought 125,000 shares of Manpow-ployment agency in Britain. But it er on July 14.

## Banks Have Dug Out of Debt Crisis, but Developing World Is Still Mired

By Hobart Rowen hington Post Service

WASHINGTON - The conventional wisdom in U.S. banking circles, strongly supported by Trea-sury Secretary James A. Baker 3d, is that the Latin American debt problem is under control, and that there is little danger that it will trigger the kind of economic disaster once thought possible.
"My view is that we're in consid-

erably better shape than we were in August 1982," Mr. Baker said in an interview, "and that the principles that underlie the case-by-case ap-proach are still very valid, if you're going to solve the problem on the "It's easy for anybody to say that

we ought to solve the debt problem on the official side: That puts it on the taxpavers of the creditor countries," Mr. Baker said. But has the crisis really been re-

solved? Richard Feinberg, vice president of the Overseas Development Council, said, "In terms of dence that the system was "work-1982 versus 1987, I'd say that the ing," has stalled. banks have dug out from under. But paradoxically, the borrowing countries are still mired in debt."

Baker, were supposed to increa their exposure of Third World loans relative to their total business, Mr. Feinberg said the banks had been gradually reducing their Third World exposure ratio. For the debtors, that means their ratio of loans to gross national product, their total output of goods and ser-

vices, has been declining, "People who look at the problem from the banker's side tend to feel that, 'Well, you know, we're mak-ing gradual progress,' said Mr. Feinberg. "And that's right: the banks have been making gradual progress. But people who look at it from the debtor-country point of view see unresolved problems."

Brazil's declaration early in 1987 of a moratorium on paying the in-terest on \$68 billion it owes to commercial banks came as a shock. It destroyed the illusion that, somehow, things would right themselves. Economic growth in Brazil in 1985-86, hailed by some as evi-

"on sounder footing," because the sure continued progress on the debt and multilateral development Although commercial banks, un- banks have increased their capital problem.

## Zambia Announces Recovery Plan

Compiled by Our Staff From Dispatche LUSAKA, Zambia - A 3.3 billion kwacha (\$412.5 million) eco-

nomic recovery program, replacing an abandoned International Monetary Fund plan, has been announced by the government. The program is aimed at attaining economic growth of about 2.2 percent in Zambia by the end of next year. The government aban-

doned an IMF austerity program on May 1 in protest at its severity.

The government said its plan was designed to curb inflation, which has been running at up to 50 percent, and rekindle growth by directing scarce foreign exchange into priority sectors. The program is sup-posed to gradually end access to free medical care and education, slim down the civil service and restrict consumption of imported goods. "We must eat what we produce," President Kenneth Kaunda said Saturday in a television broadcast launching the plan. He said foreign

exchange would be managed as a "strategic resource." Mr. Kaunda called for assistance from donor countries, the IMF and the World Bank in the new program. "The theme of this strategy is growth from our own resources," he said. "This does not mean, however, that Zambia no longer requires external assistance or

Monetary Fund, World Bank and stick with the strategy he outlined commercial banks "have demon-strated their support for debtor re-1985. What became known as the Nonetheless, Mr. Baker said, the form efforts to improve growth and international financial system is are working closely together to en-

der the strategy devised by Mr. and reserves, and the International Essentially, Mr. Baker wants to year period. In turn for more loans,

Senator Bradley's plan is based

the "Baker 15" pledged to under-take basic economic policy changes principal and 3 percent of the interest per annum over three years. Also showing concern about cur-

rent developments is Michel Camdessus, the new managing di-rector of the International Monetary Fund. He believes it will take longer to resolve the debt problem than was once believed and that efforts must be stepped up, espe-R. Cline of the Institute for Inter-cially in Africa, where the debt totals are less dramatic than in Latin America, but potential consequences are equally serious.

Over the past five years, most of the 15 countries under the Baker plan have not been able to achieve sustained economic growth.

Ten of the largest ones now have a combined deficit of \$13 billion on current account, a broad measure of trade performance.

The bottom line, as Mr. Feinberg sees it, is that there is now a "negative" flow of funds to the poor countries: The Third World is actually sending back around \$30 billion a year to the rich world, mostly in interest payments.

The optimists who side with Mr. Baker believe that a recent \$2 bi bank package for Argentina

See DEBT, Page 9 on forgiveness of 3 percent of the

## Fed Eases **Debt-Equity** Swap Rules

NEW YORK - In announcing that it would permit U.S. banks to acquire 100 percent of Third World companies, the Federal Reserve has provided an important mechanism for dealing with the debt crisis, according to bankers.

But bankers noted that the economic environment in the Third World was still hostile for investment, and that banks would be unwilling to exchange billions of dollars of their loans for shares in local

Others noted that there still were case, banks might not want to own 100 percent of nonfinancial companies because they had little expertise in operating them.

But the bankers said that after the Fed's decision, which was an- scribe what the banks will likely do about all this. nounced Wednesday, lenders banks to equity stakes of 20 per-

An acceleration of debt-equity An acceleration of debt-equity swaps would reduce the interest Soviet Says Growth in Industrial Output Slows burden in developing countries.

The banks hope that in getting equity in return for debt, they will get dividends and appreciation of the company's value or a higher price on the local stock exchange. The move last week "reflects the

Fed's willingness to look at alternative approaches to the Latin debt crisis," said Richard Keller, a senior vice president at Security Pa-Citicorp's chairman, John S.

Reed, has said the bank hopes to of last year, the weekly Ekonomireduce its Third World exposure - cheskaya Gazeta said Saturday. now more than \$10.2 billion - by billions of dollars in coming years. One way to do that, Mr. Reed said at the time, would be to take equity in lieu of principal payments. Bankers Trust New York Corp. said Thursday that further liberal-

only 1.6 percent and 0.4 percent. ization of Regulation K was necessary. Among other restrictions, the drive by the Soviet leader, Mikhail Fed ruling said that banks must sell S. Gorbachev, to modernize the their investments within five years economy, falls under a new plan of acquiring them, and the compa- that allows inspectors to reject nics being acquired must be in the goods if they consider them below process of converting to private standard. ownership from public.

## How to Refill a Loan-Loss Cushion

MOSCOW — Soviet industrial official calculations of output.

less of quality, were included in treat this index with caution as the Soviet definition of productivity is

not yet fully apply to the construc-

tion industry, notorious for its low

output by 2.5 percent from January

Only 72 percent of industrial en-

However, Western economists

House of Beef

OUR 41x YEAR.

terprises fully met their delivery

By Eric N. Berg New York Times Service

NEW YORK - Now that the major U.S. banks have used up most of their cushion against loan losses to account for problem Latin American loans, how are they going to rebuild it? That has become a central question in banking

circles in the aftermath of the decision by the banks last quarter to build their reserves for loan losses to account for problem Latin American loans. The buildup in the reserves resulted in an aggregate second-quarter loss for the 15 largest banks of \$10.8

billion, the largest industry loss since the Depression. In terms of return on assets, a key measure of bank profitability, the banks lost an average of \$4.14 for every \$100 invested in the business. The addition to reserves came from the banks'

shareholders' equity, their cushion against loan losses that is the excess of assets over liabilities. For some banks - notably, Bank of America, Manufacturers Hanover Trust Co. and Citibank — the reserve buildups reduced common shareholders' equity relative to restrictions on foreign investments assets to less than 3 percent. In the past, the percentin that sector and added that in any age for big money-center banks has been 5 or more. So just about all banking experts agree that the level of equity in the banking system has become uncomfortably thin, if only because further reserve buildups, to account for additional Latin loan problems, may follow. Two schools of thought have emerged to de-

One school says that the banks, under pressure from would begin swapping more of regulators, will be forced to sell stock before the end of their debt for equity. The Fed's this year, if not in the current quarter. According to Regulation K had limited the this line of thinking the banks will have to keep their in their nonperforming assets over a year ago.

prove the quality of products, ac-standards. This sector increased

recorded in the first seven months of 1987, the official figures showed.

the State Committee for Statistics in January to July last year.

production is growing at a slower

pace than last year, partly because of strict controls introduced to im-

Industrial output grew by 3.5

percent from January to July

against the corresponding period of 1986, below the 5.4 percent rise

The magazine said figures from

showed that machine-building and

light industry turned in the worst

performances, with output rising

Machine-building, the focus of a

Previously, all products, regard-

cording to official data.

and thereby dilute existing investors' holdings. That will force the banks to work doubly hard to produce higher third- and fourth-quarter profits.

"Their third-quarter performance will be critical because they will all be going to the market," said Thomas Steiner, a partner in the banking practice at McKinsey & Co., the management consultants.

The other school of thought says the banks will not need to sell stock, at least not this year. According to this line of reasoning, the banks' emphasis will instead be on rethinking their overall plans to eliminate losing businesses and strengthen money-making ones.

There is going to be a lot less spending for the future and a lot fewer 'strategic' acquisitions,' said
Stephen Berman, an analyst at County Securities.

But despite the short-term pain that the reserve buildups are causing the banks, there is a consensus that the move was beneficial. The most immediate effect was a big jump in the banks' stock prices, which had not budged for months.

And, bank experts say, now that the banks have taken their earnings hits, they are in a position to take even bolder action on the debt, including selling their loans at a loss in the secondary market or offering debtor countries forgiveness of principal.

But in any case, the second quarter was mediocre for the major U.S. banks. Largely because Ecuador. which has suffered a serious earthquake, and Brazil, which has experienced a big drop-off in foreign exchange, are still not paying interest on their borrowings, many of the banks reported a significant increase

The quality coutrol plan does broader than that used in the West.

contracts in the first seven months 354 million tons a year earlier.

#### **SAVE & PROSPER** FAR EASTERN FUND S.A. NOTICE IS HEREBY GIVEN THAT:-

1. The Directors have declared the payment of a dividend of US\$0.0054 per share in respect of the year ended 30th June 1987. In order to receive the dividend holders of bearer shares must submit Dividend Coupon No. 6 to the office of the Administrator, Save & Prosper (Jersey) Limited, PO Box 73, 45 La Motte Street, St Helier, Jersey, Channel Islands or to one of the designated agents of the Fund listed below:-(a) The Bank of N T Butterfield & Son Limited, Hamilton.

(b) The Hongkong and Shanghai Banking Corporation, 99

Bishopsgate, London EC2P 2LA Payment of dividends against presentation or tender of dividend coupons will constitute absolute proof of the discharge by the Fund of its liability therefore.

2. A number of dividend payments represented by bearer shares have still not been claimed for the following distribu-

(a) First dividend paid in US dollars on 15th August 1984 in respect of the year ended 30th June 1984 US\$0.075 per share (submit Coupon No. 2 in order to

(b) Second dividend paid in US dollars on 15th August 1985 in respect of the year ended 30th June 1985 USSO.105 per share (submit Coupon No. 3 in order to (c) Third dividend paid in US dollars on 15th August 1986

in respect of the year ended 30th June 1986 US\$0.057 per share (submit Coupon No. 4 in order to

3. Holders of bearer certificates are reminded that in order to claim for the sub-division of shares in the Fund by the issue of seven new shares for every one held as at 30th June 1987 they should return Dividend Coupon No. 5 from each certificate to the Fund's Administrator. Immediately on receipt thereof, bearer shareholders should claim the dividend for the year ended 30th June 1987 by returning Dividend Coupon No. 6 from each certificate to the Fund's

4. The Annual Ordinary Meeting of Shareholders will be held at Thirty Cedar Avenue, Hamilton, Bermuda on 4th September 1987 at 12 noon for the following purposes:

(a) To receive the Report of the Directors and the Financial Statements for the year ended 30th June 1987. (b) To appoint auditors at a rate of remuneration to be

decided by the Directors. (c) To fix the number of and to elect Directors. (d) To determine the remuneration of the Directors.

(e) To transact any other business of an Annual Ordinary

Meeting of Shareholders. By Order of the Board

J D CAMPBELL

Secretary



#### Labor productivity rose by 3.6 percent against the like period of SELECTED U.S.A./O.T.C. DUOTATIONS 1986, below the 5 percent recorded 21/2 Alan Jones Pit Stop 21/4 2% Bitter Corp. 1% 2414 2414 Chiron 17% 17% Good/Mark Foods 4½ 3% MAG Holdings 4/4 Nav-Air 31/6 44% 45 Spectradyne

Soviet definition of productivity is

Production of oil, the main earn-

er of the Western currency needed

to import grain and high technol-

ogy and industrial equipment, reached 362 million metric tons

(398.2 million short tons) from Jan-

uary to July. 2 percent above the

WITH COMPLIMENTS OF CONTINENTAL AMERICAN These are indicative priors at of July 30, 198

1 N

16 P 13 C

17 C 18 H

30

95% 103% 105% 105% 92% 92% 105% 105% 105% 105% 105% 105% 

# iragua)

- 152.

~-..-

-2:-

٠٠٠٠٠ و ١٠٠٠٠ و

----

Totale :

الم المنافقة المنافقة

1 22 /

. ....

. ....

. . \* :::

- - ·

20.00

• =

-----

1.

...

. ⊆

. .

. . . . . .

- []

-

. . . -

\*:

# New International Bond Issues

٢							
	ksuer	Amount (millions)	Mat,	Coup.	Price	Price end week	Terms
	FIXED-COUPON		<del>-</del>		_		
	DFC Finance Overseas	\$132	1992	81/2	100	· <del>-</del> ·	Coupon payable in New Zealand dollars. Redemption at maturity will be 65% in U.S. dollars and 35% in NZ dollars.
	Nordic Investment Bank	\$100	1991	8% 1	00 1/16	99.51	minimum, exercisable on March 29, 1991 only, into 874%
Ţ	Den Norske Creditbank	DK 300	1994	10%	99%		notes due 1996. Fees 13/%. Noncollable. Fees 13/%.
•	Elisportfir <sub>i</sub> ons	DK 250	1000				
•	Svenska		1992	10%	101%	99.38	Noncolloble. Fees 13-%.
	Handelsbanken Bayernhypo Finance	DK 350	1992	10 <del>14</del>	101%		Noncollable, Additional DK350 million available for a 2-yr top, Fees 174%.
•		<b>C</b> \$65	1992	10%	101%	99.50	Nancallable. Fees 1%%.
	Berliner Bonk	Cs 75	-1991	1014	101.30	99.80	Noscollable. Fires 116%,
	BHF Bank Finance	G 60	1992	10%	101%	99.63	Noncofable. Fees 199%,
-	GMAC Canada	CS 100	1992	10%	1011/2		Noncollable, Fees 1%X.
	Banque Générale du Luxembourg	Aus\$ 50	1990	13%	1011/		Noncollable. Fees 199%.
	Barciays Australia Finance	Aus\$ 50	1991	14	101%	100.70	Noncoliable, fees 1%%,
	BNP Pocific	Aus\$ 50	1990	. 14	101.20	100 60	Noncollable. Fees 11/%,
	WestLB Finance	Aus\$ 50	1990	1356	1011/4		<del></del>
	BP Capital	NZ\$ 60	1990	17	101%		Noncollobia, Fees 1994,
1	Commonwealth Bank of Australia	NZ\$ 50	1990	171/4	1011/2		Noncollable. Fees 197%.
. 1	EQUITY-LINKED	<u> </u>		<del></del>	<u>-</u>	•	<del></del>
	Asahi Glass	\$200	1992	open	100	99.00	Coupon indicated at 3%. Noncollable. Each \$5,000 note with are warrant exercisable into company's shares at an expect- ed 22% premium. Fees 24%. Tens to be set Aug. 24.
	Furukawa Electric	\$150	1992	314	100	103.00	Noncollable. Each \$5,000 note with one warrant exercisable into company's shares at 762 year per share and at 152.15 year per dollar. Fees 214%.
_	Sumitomo Construction	\$ 50	1992	3	100		Nancolioble. Each \$5,000 note with one warrant exercisable into company's shares at 656 yen per share and at 152,75 yes per dollar. Fees 214%.
_	Taisho Marine & Fire Insurance	\$200	1992	open	100	98.50	Coupon indicated at 31/%. Noncalable, Each \$5,000 note with one warrant exercisable into company's shores at an expected 25/% premium. Fees 24/%, Terms to be set Aug. 18.
	Takeda Chemical Industries	\$ 80	1994	4½	100	99.00	Noncellable. Each \$5,000 note with one warrant exercisable into company's shares at 3,260 yen per share and at 152.15 yen per dollar. Fees 24%.
_	Yasuda Trust & Banking	\$100	2002	open	-100	99.75	Coupon indicated at 1%%. Convertible at an expected 5% premium, Fees 26%. Terms to be set Aug. 20.
	Deutsche Bank Finance	DM 750	1993	5	125 .	·—.	Noncollable. Each 5,000-mark note with 2 warrants exercisable until Dec. 1992, into a total of 9 Deutsche Bank AG shares at 680 marks each, a 4% discount. Fees 214%.
	Associated Newspapers Holdings	£ 50	2002	6	100	. <b></b> '	Convertible of £11.20 per share, a 25.56% premium, into 8 shares of Routers Holdings P.C. Fees 24%.
Į.	Grand Metropolitan	£ 100	2002	61/4	100.	100.50	Collable at 101 in 1992. Convertible at 675 pence per share, a 20.97% premium. Fees 25%.

EUROBONDS: Market Takes Trade Deficit in Stride

the difficulty in improving the trade balance with the dollar's cur-

rent exchange rates and the strong

Referring to the poor trade fig-

ures, a weaker dollar and strong

industrial production, he said:

Robert Brusca of

Nikko Securities,

pointing to a

jump in U.S.

industrial outpu

suggested that a

trade correction

"It's hard to see on a fundamental

basis that that's good for the bond

Mr. Lipsky, like other econo-

mists questioned, said that the

modest 0.2 percent rise in July U.S.

wholesale prices announced Friday

indicated that inflation remained

under control. The gain matched

the June increase and was below

unlikely to last. Mr. Lipsky predict-

the end of the year, compared with

The trade and production fig-

But he said that the trend was

May's 0.3 percent rise.

ers Inc., is one of them. The trade cern in several countries over infla-

is under way.

market."

some bond market economists, ed consumer price increases of 5 to

who believe that such strong 5.5 percent on an annual basis by

industrial production figure con- an annual rate of 4.3 percent in

John Lipsky, of Salomon Broth- ures, and evidence of renewed con-

domestic demand for imports.

figures, he said, "were just plain tion, suggest that the top central

bad across the board," and indicate banks may need to shift their em-

phasis away from currency stability and begin thinking again about tightening monetary policy.

Mr. Brusca of Nikko Securities

said, however, that he was largely

disregarding the trade numbers be-

cause they were not adjusted for

seasonal variations and do not re-

flect more current developments.

"I think we should assume that the

correction is going on in trade," he said. He pointed to the higher in-

dustrial production figures as evi-

With the moderate rise in whole-

sale prices, "The inflation news is

what the bond market's looking

at," he said, U.S. industry capacity

should be able to absorb fresh de-

mand, he added. "I don't think we

have a homegrown variety of infla-

Coupled with the poor perfor-

mance of a Tokyo bond market

jittery over inflation, he said, these

igures create "a great environment

for bonds" in the short term. He

predicted that the yield of the 30-year bond could fall to 8½ percent

within two weeks, near the mid-

As for upcoming Eurobond of-

ferings, syndication managers said that Belgium was expected to raise

as much as \$400 million with a five-

year bond priced about 50 to 55

basis points over an equivalent

likely to tap the market for \$200

million to \$250 million, paying 30

U.S. Treasury issue.

tion right now."

July level.

### BUSINESS ROUNDUP

## Harcourt Restructuring **Brings \$70 Million Loss**

The Associated Press

المتعلقات والمناوا والمهابي بتدايد فالمنطش كالمتوادية والماد والأوا والمواج والمعطور والمعاوم والمعا

NEW YORK - The U.S. publisher Harcourt Brace Jovanovich Inc. has reported a second-quarter net loss of \$70.8 million, largely because of costs associated with a \$3 billion restructuring that thwarted a hostile takeover.

The loss in the three months ended June 30 compared with earnings ous." In its aggressive effort to reof \$10.91 million, or 31 cents a share, in the year-earlier period, the also said it would undertake a farcompany said Friday. Revenue rose 31 percent to \$408.7 million.

For the six months ended June 30, Harcourt posted a loss of \$98.5 ities and wage freezes.

British Printing & Communica-tions Corp., which is controlled by Robert Maxwell, Harcourt said in June that it would recapitalize, pay out about \$1.67 billion in cash dividends to shareholders and assume \$1.3 billion in new debt. Harcourt's chairman, William

Jovanovich, assailed Mr. Maxwell's takcover attempt as "preposterreaching austerity program that in-cludes asset sales, staff reductions, cancellation of philanthropic activ-

the first half of 1986. Revenue was ed a claim by British Printing that \$740 million, up 35 percent. the Harcourt plan was illegal. owns and manages them Faced with an unfriendly bid by Figured into the results released and insurance companies.



William Jovanovich

Friday were \$98.9 million for expenses related to the plan and an \$11.2 million charge for the purchase and retirement of deben-

million, compared with earnings of Mr. Maxwell dropped the bid Florida, is one of the world's larg-\$3.45 million, or 10 cents a share, in last month after a U.S. judge rejectest publishers of textbooks and

Harcourt, based in Orlando, other educational materials. It also owns and manages theme parks

## **GM and Chrysler Incentives** Will Apply to Pickup Trucks

pact pickup trucks, a move rebate on the Dakota S. matched by Chrysler Corp.

GM announced Aug. 5 a program of incentives including 1.9 truck sales leaped 50.4 percent the year-ago period to 41,959. percent financing or rebates of up passenger cars. Ford followed with car incentives the next day and Chrysler a day later.

GM's announcement Friday adds the Chevrolet S-10 and GMC these models." S-15 pickups and Chevrolet Blazer and GMC Jimmy sport-utility vehicles to its program. Rebates on the trucks range from \$500 to \$1,000.

month loans on its Dodge Dakota DETROIT - General Motors and Dakota S mid-size trucks. Buy-Corp. has expanded its buyer in- ers can opt instead for a \$1,000 centive program to include com- rebate on the Dakota and a \$500

From Aug. 1 to Aug. 10, GM's truck sales leaped 50.4 percent over

But a spokesman, Harold Jackto \$2,000 on about 90 percent of its son, said that the largest U.S. automaker decided to add the trucks to the incentive program because "this is a very highly competitive market and we are anxious to move

Also Friday. Chrysler's American Motors Corp. subsidiary announced interest-free financing on 24-month loans in addition to rebates on its Renault Alliance, Encore and GTA models. All buyers Chrysler said it was responding get a \$500 rebate — the only offer with a 1.9 percent rate for 24 of both rebates and low loan rates.

## Sony Considers Shifting 25% Of Production Out of Japan

MANAMA, Bahrain — Sony Corp. is considering moving 25 percent of its production capacity out of Japan to address the financial problems posed by appreciation of the Japanese yen, its president, Norio Ogha, said Saturday.

Sony's net profit fell to 13.26 billion yen (\$88.3 million at current rates) in the period from Nov. 1, 1986, to March 31, 1987, from 30.13 billion yen in the year-earlier period. The decline was attributed to the surging yen, which made Sony products more expensive outside Japan, and severe competition. which cut the company's market

"We are moving 25 percent of Ogha, who was in Bahrain for a values Lamaur at \$144 million. company marketing conference.

share.

The Sony executive said that besignificantly two years ago against U.S. dollar, the company was pro-

east Asia, the United States and European countries.

He added that in the second half of Sony's fiscal year 1987-88, which ends March 31, the company would start to record positive results. But he declined to make a financial

Sony executives said sales in the Middle East were picking up after a drop of 10 percent in the first half calendar 1987.

#### Lamaur Rejects Bid From Alberto-Culver United Press Internation

MINNEAPOLIS - Lamaur Inc., a maker of hair-care products, our production outside Japan, but has rejected a sweetened takeover this is not finalized," said Mr. bid from Alberto-Culver Co. that

Lamaur's board said Friday that the proposal was not adequate nor fore the yen began to appreciate in the best interest of shareholders. Alberto-Culver, which on July 27 other currencies, especially the offered \$22 per share in cash for Lamaur's shares, raised its offer ducing only 10 percent of its output last Monday to \$24 per share. Al-outside Japan. He said some pro-berto-Culver already owns 7 perduction would be shifted to South- cent of Lamaur's 6 million shares.

#### Mesa-Led Group Mellon Bank Executive Gets His Wish Seeks Talks With And Is Laid Off in Cost-Cutting Drive **Newmont Mining**

Compiled by Our Staff From Dispatches WASHINGTON - Ivanhoe Partners, an investment group that has said it may seek control of Newmont Mining Corp., said it wants to meet with Newmont's management and Consolidated Goldfields PLC, which holds 26 percent of Newmont.

In a filing Thursday with the Securities and Exchange Commission, the investment group, which is led by Mesa Limited Partnership, said it had acquired 9.1 percent of Newmont for \$379 million. A letter from the partnership to

Newmont's chairman, Gordon Parker, said, "We would welcome discuss alternatives for advancing the objectives of all parties." A similar letter was sent to London-based Consolidated Gold-

fields. Both letters were signed by T. Boone Pickens, the Texas oilman who heads Mesa. Mesa holds a 45 percent interest in Ivanhoe Partners. The remaining interests are held by affiliates of NRM Energy Co., Harbert Corp. and Galactic were improved by a reduction in clude Chase Ma operating expenses and the success Commerzbank.

the opportunity to meet with you to Saudi Investment Bank's Profit Rises

PITTSBURGH - A Mellon Bank vice president who recommend-

ed elimination of his job to help cut costs at the troubled bank has

been laid off, according to bank officials.

Dennis C. Eisenreich left his job last Wednesday, said Sandra

McLaughlin, a spokeswoman. He had worked for the bank for 11

years, most recently as head of its small business division.

Mr. Eisenreich suggested that his job be eliminated after Mellon's new chairman. Frank V. Cahouet, asked department heads to suggest

ways to reduce payroll expenses. Last week, Mr. Cahouet said the

bank planned to eliminate 1,800 to 2,000 jobs in an effort to restore

profitability. Mellon posted a first-half loss of \$626 million this year.

Eisenreich said that he had recommended "the elimination of my job.

Considering the cuts required, my limited management responsibilities . . . and my own uneasiness, I feel the logical place to begin

In a memo to his department's employees earlier this month. Mr.

RIYADH - Profit nearly quadrupled at Saudi Investment Bank in the first half of 1987, to 4.39 million riyals (\$1.17 million), the

cutting is at the top."

bank said Sunday. Net profit had been 1.11 million riyals in the first half of 1986.

of a special credit unit in tackling the bank's problem loans.

Saudi Investment Bank set loanloss provisions of 20 million riyals, unchanged from the year-earlier period.

Saudi Investment Bank is one of nine joint-venture banks in Saudi The bank said the 1987 results Arabia. Its foreign shareholders inwere improved by a reduction in clude Chase Manhattan Bank and

## London Stock Snarl-Up: Good News for the Back-Room Boys

By Steve Lohr New York Times Service

LONDON - In the social pecking order of the London securities industry, the back-office workers have always been the proletariat, several rungs below the salesmen and traders of the front office in status and salary. The flamboyant dealers had the Porsche cars, Chelsea apartments and six-ligure salaries, while the denizens of the back office had pub lunches and long commutes.

Yet the standing and pay of the once-lowly "back-room boys" are soaring as a belated by-product of London's Big Bang deregulation last year. Since the London markets opened up, stock trading volume has nearly tripled, creating a huge snarl-up in the industry's back offices, where buy and sell orders must be

matched up, invoiced and settled By now, the backlog of unsettled trades has snowballed

year ago.

The delays, costs and risks of the logiam have prompted increasing concern from industry executives and stock exchange officials who warn that the problem could push some securities houses into bankruptcy, especially if the buoyant London market falls sharply. And because back-office problems increase dealing

costs for investors, it could undermine the Thatcher government's drive to broaden stock ownership and make Britain a "shareholding democracy."

Some securities executives are quietly urging the gov-

erament to delay the sale of its 31.7 percent stake in British Petroleum Co., slated for this fall, for fear that it will dangerously increase the settlement backlog. London's troubles are similar to the settlement difficul-

ties Wall Street went through in the late 1960s, when beleaguered back offices got so far behind that the market was shut down every Wednesday for months to catch up. But Wall Street soon adopted automated methods to



Employees at the London Stock Exchange.

operations. For London, the settlement snarl comes at a bad time, just as it is striving to persuade investors worldwide that it is the most efficient center for international share trading.

"Firms have come to recognize that the money made in the front office can be lost in the back office," said William Dyson, director of administration for Phillips &

Drew, a London brokerage.

Back-office workers now find themselves being courted by headhunters bearing lucrative salary offers and "gold-

en handcuffs," special payments to get them to stay at a particular company. The head of settlements for the brokerage arm of a major British bank said he had been called by recruiters

eight times in the past three weeks, offering to more than double his salary to roughly \$200,000 a year. "The back office is certainly where the demand is now,"

said Clive Blomfield-Smith, managing director of Directorship Appointments, a recruiter for the securities industry. "The front office has always had all the glamour and

ne rewards, but that is changing."

The going rate for back office staff has doubled in just over a year, according to industry officials.

in the approach to deregulation last October, the em-

phasis in hiring and spending on systems was in the sales and trading operations. To some degree, that made sense because those areas are the ones that generate revenue. Besides, the huge jump in turnover that created the problem was a surprise to most dealers.

Settlement problems were aggravated by huge stock sales, including the privatization of British Gas and Britain's biggest private share offering, that of Trustee Savings Bank, which created millions of small shareholders.

At Phillips & Drew, like most London securities houses, 60-hour work weeks have become routine for the backoffice staff. In addition, it has increased its equity-settleup by 50 percent to more than 150 year. And Phillips & Drew is looking to hire more people. But experienced people are in short supply. Like most of his peers. Mr. Dyson blames "a system of physical delivery that is totally archaic in this day and age."

Brokers and dealers point to several bottlenecks, but the practice of physically delivering share certificates and other paper forms is the main culprit. Buyers, sellers, brokers, market-makers, registrars and the stock exchange all handle certificates and forms to process a transaction.

The stock exchange has set Aug. 28 as the deadline for member firms to settle large transactions outstanding. After that date, the exchange said it will fine firms for transactions worth more than £100,000 (\$159,000) that have been outstanding for more than four weeks.

Meanwhile, the stock exchange is working on a computer system, called Taurus, an electronic book-entry system. that will replace written proof of registration. But it will not be ready until 1989 and, stock exchange officials say, requires a change in British company law to be used.

## DEBT: Banks Dig Out, but Third World Is Still Mired

(Continued from first finance page) belies the contention that the banks are pulling out. They believe a similar new package will be fashioned for Brazil, and that a new "menu" approach modifying the Baker plan will proliferate.

(Continued from first finance page)

in exports is also open to interpre-

tation, economists say. One con-tention involves the dollar, which

fell Friday because the trade deficit

reflects both a growing supply of dollars abroad and the need for

further falls in the currency to im-

a lower dollar would help exports

but would boost import prices and

thus cause inflation. It also would

discourage foreign buying of U.S.

Treasuries, demand that is neces-

sary if the government is going to

fund its massive budget deficit

Another view is that a large trade

deficit will produce an economic

slowdown, with little danger of the

inflation that bond investors

loathe, because exporters and pro-

ducers for the domestic U.S. mar-

ket will have to curtail expansion

and even reduce operations.

With the major central banks of

industrialized democracies pl-dged

to keep exchange rates stable, some

bond dealers said that this second

interpretation appeared to gain converts late Friday. Another U.S.

indicator released Friday. July in-

dustrial production, added a fur-

This figure showed a higher-

than-expected 0.8 percent jump.

following gains of 0.4 percent in

June and 0.7 percent in May. For

growth will also boost inflation, the

firmed the gloomy market assess-

ment based on the trade data.

ther dimension to the argument.

without driving up interest rates.

Some economists emphasize that

prove the trade balance...

This approach allows the commercial banks to shift some of their outright loans into debt-equity swaps, or "exit bonds," or any number of other new formulas that will keep bank investment growing in the Third World. Critics of the Baker strategy are

skeptical that the "menu" options, by themselves, will be enough. They argue that the banks are retreating from their major financing role in the developing world. Instead, they think that the

World Bank, the IMF and other development banks must bear an increasing share of the burden of lending to the Third World. The unspoken implication of

that is precisely what Mr. Baker fears: If the private sector withdraws, governments, and thus ultimately taxpayers, will bear an increasing share of the burden of Third World lending.

Under current policy, if no hanges are made, the IMF will be a recipient of large net repayments this year and next from the Latin debtors, including \$2.1 billion from Brazil alone, according to Rimmer de Vries of Morgan Guaranty Bank

almost \$2 billion a year from Africa, which in effect is recycled to the the World Bank.

So something new is likely to shape up for Africa, with the IMF

The World Bank boosted its loans to the major Latin American borrowers by \$1 billion last year, but in the view of many, it should do more.

IMF and the World Bank should be able to jump into the void left by the commercial banks. The IMF not only has available a reflow of money from older loans, but can tap Japan's wealth, that country having offered to lend the IMF large sums out of its current account surplus.

able to debtors through its own commercial lenders." Export-Import Bank, and through the World Bank and the bank's concessional affiliate, the International Development Agency.

emergency, short-term fixes to the serves for Third World debt. concept that regenerating economic growth in key debtor countries was at the heart of the problem.

It also displayed an understandthrough the World Bank and IMF, had a responsibility for assuring a continuing flow of money to the Third World.

But whether the plan will be Baker plan.

The IMF also will be receiving enough over the next lew years continues to be a subject of debate. What seems clear is that the commercial banks, regardless of what they say publicly, are fed up with

the Baker plan. Horst Schulmann, director of the Institute of International Finance

Inc., the official Washington lobby for big bankers, indicates that his clients are gun-shy from rollovers, reschedulings and actual losses. Now, they want to pick their spots Mr. De Vries said that both the for new loans.

"What we are saying is that if conditions are right, if there are sound projects, there is a lot of money in international capital markets that can be mobilized," Mr. Schulmann said in an interview. "But the developing countries will have to compete with all the Japan is also making funds avail- others, and make it attractive for

Those who have trouble reading between those lines have only to consider the action by Citibank and other banks earlier this year in The Baker plan moved from setting aside large loan-loss re-

The logical explanation is that major banks have finally faced the reality: Many of their Third World loans carried at full value are worth ing that the big industrial nations, only a fraction of the original debt, or will not be paid off at all.

Surely, then, the commercial banks will resist new loans, whatever their pro forms support for the

(Continued from Page 1) to 40 basis points over Treasuries lion, a record low. Subsidies for

depending upon whether the matu-gasoline and wheat imports are costing the Treasury about \$50 miltion annually. The meager foreign exchange holdings are a major hindrance to

the central bank as it seeks to influence the free foreign exchange market in Beirut. The Lebanese pound traded last week at about 225 pounds to the U.S. dollar, compared with 14 pounds in 1985.

The country has considered such drastic measures as selling onefifth of its gold reserves to prop up the ailing currency.

The pound has lost 80 percent of its purchasing power over the past two years. The lack of resources and buying power has made life even more difficult for the Lebanese, whose energy has already been drained by long civil strife. Workers take time out from their jobs to wait in long lines for gaso-

line for their cars. Homemakers spend hours at bakeries in hopes of is no consensus on how to attack buying bread for their families. Most Lebanese economists and posal by Salim al-Hoss, the acting experts from the International prime minister, to sell one-fifth of uing subsidies is the only way to

halt the drain on the Treasury. Mr. Naim, the central bank governor, met IMF officials in Cyprus earlier this month.

bers, has threatened to call an inlifted.

ing that consumer prices rose by 129 percent in July alone.

other Christian leaders, noting that maining confidence in the currency the government has not been meeting for the past 18 months, say that tion of the gold were sold. the economic crisis can only be attributed to political strife.

Moslem officials still refuse to meet under President Gemayel and hold him responsible for failure of efforts to reform the Lebanese political system. The Lebanese Front, an alliance

of Lebanon's main Christian political groups, militias and prominent figures, demanded last week that a new cabinet be formed to deal with the country's economic dilemma.

Prime Minister Rashid Karami, a Moslem, was assassinated June 1 in a bomb explosion aboard a military helicopter as he was flying lion a year in interest from the sale. Catchpole and five other traders lations. from northern Lebanon to Beirut Finance Minister Camille Chamoun died Aug. 7 of heart failure. Amid the political disunity, there

the economic problems. The pro-Monetary Fund say that discontin- the gold reserves and use the proceeds to stabilize the pound ran into immediate opposition from Christians last week.

Joseph al-Hashem, the acting finance minister and a close adviser Politicians, however, are afraid to Mr. Gemayel, said that the value that ending subsidies would pro- of the Lebanese pound would imvoke a revolt. The national labor mediately plummet an additional confederation, with 300,000 mem- 20 percent if one-fifth of the gold

definite strike if the subsidies are Lebanon holds 9.2 million ounces of gold valued at \$4 billion The labor alliance is also de- at current international rates. Mr. manding a 110 percent increase in Hoss proposes that the 20 percent wages retroactive to Jan. I to com- held at Fort Knox, in the U.S. state pensate for inflation. The confeder- of Kentucky, be sold on the open ation has released statistics indicat- market for \$800 million.

President Amin Gemavel and pound. There is fear that any rewould be shaken if any even a frac-

> adopted a resolution prohibiting any dealing in the gold reserves without approval of the majority of periods of up to a year. legislators. Mr. Hoss, who is Moslem and

who holds a doctorate in economics from the University of Indiana. argues that the Lebanese currency is intrinsically solid because of the size of the country's gold reserves.

In addition to the \$800 million that could be used by the central bank to intervene in the foreign exchange market, he said, the Lebanese Treasury could earn \$60 mil-

## O.S. Treasury issue. A major U.S. corporation is also BEIRUT: Leaders Fear Revolt if Subsidies Are Halted London Futures Exchange Suspends 9 The gold constitutes 84 percent of the backing for the Lebanese

change, after an investigation of any 1986. The Lebanese parliament has apparent rule violations, said it had fined five member firms and barred nine individuals from trading for

The heaviest fine, £25.000 (\$39,730) was imposed on Cargill Investor Services Ltd., the British exchange said Friday.

The firm's former floor manager

at the exchange. Keith Catchpole, vear. Another former Cargill em- other Jordoniss trader. ployee, Julian Shelbourne, was fined £2,500 and suspended for a month.

LONDON — The London International Financial Futures Extrades between July 1985 and Janu-

Cargill Investor Services said in a statement that it did not benefit from or condone the activities of Mr. Catchpole and Mr. Shelbourne. But the firm said it accepted the findings of the inquiry. Among the other penalties was a

brokerage arm of Cargill Inc., the £20,000 fine on the futures firm Jordoniss Ltd.; a six-month suspension for a trader of the firm, Barry Heath; and a four-month was suspended from trading for a suspension for Terry Crawley, an-

The chief executive of the exchange, Michael Jenkins, said that clients of exchange members had The exchange said that Mr. not been damaged by the rules vio-

## INTERNATIONAL POSITIONS You will find below a listing of job positions published

Rat Indisady order the Fourt International Positions.									
TITLE	SALARY	EMPLOYER							
HORSE TRAINER		The Department of Civil Servents Affair of Finance & Petroleum, State of Quate							
TREASURY MANAGEMENT	£200,000+ bonus & benefits	Price Waterhouse.							
COMMERCIAL DIRECTOR	£35,000+ car + benefits	PA Personnel Services.							
INT'L MARKETING		Hoggett Bowers.							
	TITLE HORSE TRAINER TREASURY MANAGEMENT COMMERCIAL DIRECTOR	TITLE SALARY  HORSE TRAINER  TREASURY MANAGEMENT £200,000+ bonus & benefits  COMMERCIAL DIRECTOR £35,000+ car + benefits							

If you haven't seen last week's INTERNATIONAL POSITIONS rubric. please ask for a free copy: Max Ferrero, INTERNATIONAL HERALD TRIBUNE, 92521 Neutily Codex, France. Tel: (1) 46.37.93.81. Telex: 613595

13 Da

21 L

Сг

Мс

Mutual

THE COUNTY OF THE PROPERTY OF

1.50 NLL
1.5

| Bellin | B

CONTRIBUTE OF THE ACTION OF THE STATE OF THE

10.75 NILL

14.00 NL.

14.00 NL.

14.00 NL.

15.00 NL. AHI LOME TO SECURE TO SECU | 124 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 10.55 | N.L | Green | Green

Municipal Committee Commit 17.25 PLANT 17.50 General Anti-Control of the Control of the Control

Cornel
Gorwith
Gorwith
Inco
Incisit
Inco
Incisit
Inco
Incisit
Incisit
Inco
Incisit
Inc | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100

Option & price | Colla |

Asses | Sep | Aug | Sep |

Asses | Aug | THE CONTRACTOR OF THE CONTRACT integral int To the first that the second of the second o THE SECTION OF SECTION AND THE SECTION OF SECTION SECT 

STOCOM 15 Market 17 Market The State of the s

T Chemin's C SOFT AND STATE TO THE TEST OF THE STATE OF T remerement of the second of th 

American Exchange Options
Figures as of class of trading Friday.

CYPTS

Schools of the state of the sta

| 1304 274 | 1714 | 1304 274 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | 1714 | Enseco
Entrope
Entrope 5 + 15 374 + 14 1115 34 124 + 15 134 + 15 134 + 15 134 + 16 134 + 16 164 + 16

14 14 1

286 1.5 360 1.5 360 1.6 1.02 1.1 48 2.0 88 4.2 28 1.6 1.4 .7 1.13 .6 3.6 2.1 5.20 2.8 4.0 2.1 5.0 1.1 5.0 1.1 5.0 2

(1) (1) (2) (3) (4) (4) (7)

100 000 HAT 100 HAT 10

A COUNTY OF AN ANTERNATION OF THE PROPERTY OF The second second second

Britain posted a small £37 mil- fiscal year ended March 30 from

Despite a plunge in Britain's oil was faced with an oil-revenue

trade surplus to £4.2 billion last crunch years ahead of its own pro-

1,

 $-\infty$ 

 $\sim$ ....

\_::

- :-1.27

. . . تتت.

# OIL: As Production in the North Sea Declines, Britain Will Face a Severe Test of Its Economic Recovery

(Continued from first finance page)
manufacturing economy, one that
it or rescue Britain from current account and trade balance deficit.

(Continued from first finance page)
manufacturing economy, one that
to rescue Britain from current account and trade balance deficit.

(Continued from first finance page)
manufacturing economy, one that
cration of British Industry.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)
manufacturing export performance, yielding a current-account
deficit of £1 billion.

(Continued from first finance page)

(Continued the British Treasury expects a £8 billion (\$12.7 billion) deficit in

manufacturing trade, compared a decline in production levels are wise. lyst at the London brokerage James Capel & Co., said that North Sea

production is expected to decline from current levels of 2.66 million barrels a day to about 1.7 million scanning new horizons.

David Walker, chief executive of David Walker, chief executive of

that may not be enough. Beginning in the 1990s, Britain may be forced to expand its imports of crude from Saudi Arabia, Iran, and Kuwait.

The cost-effectiveness of oil ex
With the inevitable decline in control of the control of ploration in the turbulent North to add to our production base in PLC.
Sea already is limited. The prosorder to sustain the company at the line. pects for exploration are expected

to become increasingly dependent on a sharp rise in oil prices. Barring any sharp decline in prices, British oil production is exSea at current prices of \$15 to \$20 a and masked a stark deterioration in pected to fall by an average of more barrel."

any discoveries of new fields and ing oil, including cheaper oil-rig

Oil companies that have yet to With projections of demand Britoil PLC, an independent oil and gas producer with nearly all its

The cost-effectiveness of oil ex- North Sea production, we will have the brokerage Smith New Court

present size," he said. He said that "a large number of maintained a surplus in Britain's opportunities" for commercial de- current account, which measures velopment remained in the North trade in merchandise and services,

pected to fall by an average of more than 5 percent annually until the mid-1990s and at a faster rate afterward, according to Leo Drollas, a barrel."

Barrel."

manufacturing trade.

Britain's oil trade surplus peaked they will attract a great deal of production of 2.6 million barrels

manufacturing trade.

Estimates for the current year are for an oil surplus of £4.5 billion.

Estimates for the current year are for an oil surplus of £4.5 billion.

These are not big fields," Mr.

While oil production levels in the current year are for an oil surplus of £4.5 billion.

That would help offset a weak prices cut oil tax revenue to £4.5

Other factors that could hold off healthier than it would have other-

Indeed, in 1984-85, the contribu-tion of revenue from North Sea oil

Despite a plum

which will reduce the rate of desources. The net surplus has made plunge in oil prices to levels of recognizes that North Sea oil is a 
cline of oil production, he said. the nation's trade balance appear about \$10 for much of 1986. Prodepreciating asset. It has emphaduction declined just 8 percent.

The forecast decline in output raises questions about the trade

for 40,000 Britons working in the North Sea oil industry.

"One of the major challenges £2.2 billion oil surplus in the first and service sectors to supplement

balance, the government's budget, oil company profits and prospects

lion surplus in its current account

year, the country posted a current-

account deficit of £120 million, prices.

sized that efforts must be made to

about 9 percent in fiscal 1985.

In fiscal 1986, the government

jections because of a sharp fall in

tor, Britain's Treasury was able to report a budget deficit for the fiscal year that was more than £3 billion "If you suddenly took away the encourage nonoil manufacturing below original estimates. David M. Gray, the chief oil anamore efficient methods of extract- ahead for Britain will be how suc- six months this year, we would oil's contribution to the nation's

"The government is largely making up for the decline in oil revenues through its privatization program," said Mr. Smith of the Labor Party, referring to the government's sales of profitable stateowned enterprise to the private sector through share offerings. "But production is foreign-controlled, that is a short-term expedient."

For many in the City, London's financial district, there are signs that Britain has had some success in adjusting to the oil sector's decline in strength.

"So far, the U.K. economy has done remarkably well," said Mr. Unsworth, the Smith New Court analyst. "With oil's contribution to the trade balance down last year by £4 billion, we certainly didn't see a movement in the oil price." £4 billion increase in the current account deficit."

Any rise in oil prices could profers in the medium term, he added. The British government, howev-

er, is not relying on the vagaries of counted for in strategic planning

oil price movements. in an attempt to soften the impact of the projected decline in North Sea oil production, the government recently approved legislater-than-expected tax receipts from tion providing tax relief to companies that maintain interests in regional oil and gas development

ргојеста. The government granted new tax concessions allowing companies to apply 10 percent of capital expenditure on new North Sea field developments against the tax liabilities of existing fields.

But companies operating in the North Sea, where 65 percent of say that the recent measures are inadequate, considering that the plunge in oil prices halved profits of companies operating in the North Sea last year.

"There's a limit to what the U.K. government can do," said Gareth Davies, an oil analyst with brokers Wood MacKenzie & Co. "The major determinate of the timing of new developments is upward

For the major players in the North Sea, such as British Petro-Any rise in oil prices could provide a cushion for government cof-fers in the medium term, he added.

The Disch was a could product on opportunities in the

and is not likely to alter profit fore-

"The problem of North Sea production is mainly macroeconomic," said Mr. Unsworth of Smith New Court. The government "cannot go out and acquire oil reserves in other parts of the world to offset the effects on the economy of declining production in the North

"But big multinationals, like BP and Royal Dutch, can and they've

already done so," he said. BP diversified globally well before North Sea production began, he noted. Today, more than half of its assets are in the United States following its acquisition of all the shares of Standard Oil Co.

Earlier this month, British Gas PLC continued the industry trend of expanding operations beyond the North Sea by making its first

acquisition as a private company. The giant gas utility agreed to purchase a one-third interest, with 51 percent, in Bow Valley Industries Ltd, one of Canada's top 10 oil

and gas exploration companies. Other medium-size companies such as Ultromar PLC and Lasmo PLC also have spread their oil and gas production base beyond the

## NASDAO National Market

OTC Consolidated trading for week ended Friday.

G

20 9 3575 2345 20
1 197 444 334 3144
1 197 324 314 314
1 197 324 314 314
2 4.9 1541999 1844
3 1551 1772 1444
3 1561 1772 1444
3 1561 1774 1444
3 1561 1774 1444
3 1561 1774 1444
3 1561 1774 1444
3 1561 1774 1444
3 1561 1774 1774
3 1661 1574 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1671 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1774
3 1 | Section | Sect

| 120 | 121 | 122 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124 | 124

## **ACROSS**

- 5 Irivsh feeder 10 Farm unit 14 British composer: 1710-78
- 15 Oneness, in Udine 16 Get an F on an exam 17 Algonquian
- 18 Evita or Juan 19 Russian saint 20 Presley song in
- "King Creole": 1958 23 Surpasses Other vendors 24 ---- de mer
- 25 Certain butterflies 26 Capture carriage 30 Yearns 34 Galler's norm
- 35 Coffee: Slang 36 Elvis's TV debut song: 40 Competent 41 Daily record 42 Overweight
- 43 However 44 Crow sound

- 45 Agt.'s concern 26 Ewe sound 47 Help! 48 Affluent 28 Currier's 53 "Elvis partner 29 High wind 30 Melville ----," 1970 film 57 Juno, to Plato captain
  31 Philippine 58 Kilns Countess ısland
- 60 Cupid 32 Sentry's word 61 Runsaway 33 Poet's before 62 Goad 34 Cribbage item 35 Chore 63 Habit 64 Charon's launching vessel 38 Spat 65 Roman boy **DOWN** 
  - 39 In an angry way 44 Romaine 45 Tin-lead alloy 46 Elegant: Slang 47 Commence 48 North Sea
  - feeder 49 Traffic iam 50 Hokkaido port 51 Solemn song 52 Famous Canadian
  - physician 54 Blood: Comb 55 Part of

signature 56 In good health 21 Stickup 22 Joker Dew York Times, edited by Eugene Maleska.

1 Virile

5 Elvis's

2 Pianist Claudio

3 Sluggish 4 Yorkshire city

hometown

7 Shuttlecocks

9 Miss Liberty.

10 "- and his

money . . .

12 Baitic port

to a sailor, e.g.

6 Ryan and

8 Siouan

## **SPORTS**

## **SPORTS BRIEFS**

## Mansell Easy Victor in Austrian Grand Prix

ZELTWEG, Austria (AP) — Nigel Mansell of Britain marked his 100th Formula One race with an easy victory in Sunday's Austrian Grand Prix. Mansell was 55,704 seconds faster than runner-up Nelson Piquet of Brazil, his

Williams-Honda teammate, in a race marred by two accidents that involved a total of 16 cars and caused two restarts. Piquet led for the first 21 laps before Mansell made a daring inside move as Piquet was about to lap trailing cars.

## Espinoza Knocks Out Avala, Retains Crown

SAN ANTONIO, Texas (AP) - Louie Espinoza knocked out Mike Ayala in the ninth round Saturday to retain his World Boxing Association junior featherweight title. About 30 seconds into the round, Espinoza landed a right to Ayala's head, then forced the challenger into a corner. A left uppercut to the midsection ended the light. Espinoza, making his second defense, improved his record to 43-1; Ayala, failing

#### in his third title shot in eight years, dropped to 44-6. Seahawks Sign Bosworth for \$11 Million game (most points, targest victor seven years here. Silly, but noted.

SEATTLE (AP) — Brian Bosworth signed an \$11 million, 10-year contract package late Friday with the Seattle Seahawks of the National Football League, 2 of the year. Like the way the crowd boosed on team he once said he wouldn't play for.

The all-American, the rights to whom the Seahawks won in a supplemental draft. joins a linebacking corps that includes Pro Bowler Fredd Young and rookies Tony Woods and Dave Wyman, the first two picks in the regular draft.

The series of 10 one-year contracts, which made Bosworth the NFL's highest-paid defensive player, reportedly includes a \$2.5 million bonus that pays him \$500,000 now and \$500,000 annually from 1997 to 2000. His yearly salary would start at \$300,000 and go up in \$100,000 increments until 1996.

#### Quotable Solution to Friday's Puzzle

SPEAR

#### SALIC MEDAL SALINAS SATINON ATACAMA ARCADIA DABSELECT LOTS ANA ALMERIA RET TIMOR OLE LORRY CARMEN DEBRAS Golfer Paul Azinger, on his success on the PGA tour this year: "All those guys that used to beat me in high school and college, boy, I'll bet they're really having a hard time believing • Tom Cousineau, the San Francisco CARMEN DEBRAS BED WAR MAINST FENIAN MULTI HER ISSUE ADD AMERICA TTS NDAK ABATE MOTT ALBERTA ALGERIA TERRIER STORIES 49ers' linebacker, asked whether he majored in basket-weaving at Ohio State University: "No. something

much simpler: journalism." (LAT) • Steve Howe, the Texas Ranger pitcher who is attempting a comeback after drug problems: "Fans are fans.

## VANTAGE POINT/Thomas Boswell Mid-August: Time for Serious Football

Washington Post Service WASHINGTON - At 8 P.M. on Friday.

traffic here was backed up. Horns blew as far as the ear could hear and adults leaned out car windows to jaw with police. Serious business; somebody might miss the kickoff — of the National Football League's exhibition season. Now that the burgundy-and-gold are playing, after 213 days of Redskinless misery, the

city has reason to live again. Folks know and care about strange things where the Redskins are concerned. For instance, that Friday's 23-17 victory over Pittsburgh may have seemed humble, but for Joe Gibbs, whose teams start slowly in August, it was the best first game (most points, largest victory margin) in

On, give us an omen, any omen. Like the way the Redskins caused a fumble on the first play the home team's first incomplete pass. Seriously now, 52,266 people hadn't been waiting since Jan. 11 to critique Jay Schroeder's zero-points playoff showing against the New York Giants. Had they?

The big surprise was that 3.397 tickets were unused. Holy zone coverage, where could those fans be? Gibbs better not find out they were at

Already the Redskins universe is atwitter with omentous issues. And not a moment too soon: The Iranamok show has been over for at least five minutes. What would the town do without the 40-second clock to get exorcised about?

You didn't know about the 40-second clock? Run some extra laps after practice. It threatens life as we know it. "I'd like to make one point about the new clock," Gibbs said of the timer that starts after

each play in an attempt to deprive us of four-hour games. "It's a disaster. One of the worst things I've ever seen. It's awful, awful - ridicu-

If adopted by league vote in three weeks, it The ones who give you the hardest time might hurt the Redskins more than any NFL have had 12 beers and don't know what team. How much? It could scrub half of Gibbs's. (AP) complex system of substitutions, situation-role

players, men in motion and play-calling-by-the-

"There's no time to do anything," said the coach. "It's a circus. The TV pressure [to speed up games] has everybody going bonkers. It's driving everybody crazy.

"The Redskins will be one of the first to send

With the 40-second clock, you might have to line up the same 11 men play after play, with no shifting or motion, and let the quarterback call his own plays. Remember Lombardi football?

lot of things out that you work so hard to put in," he added. "If we gotta cut something out, take out the point after touchdown, take out

anything. But this is. . . . Did we mention awful, ridiculous, crazy and a disaster? If the new clock (a two-touchdown underdog in the early line) is adopted, coaching staffs might not be able to sleep at the park during the week, putting in that vital extra 60 hours of preparation. You might have to line up the same 11 men play after play, with no shift-ing or motion, and let the quarterback call his own plays. Remember Lombardi football?

The other guaranteed hot topic for the next month is the chance of a Big Trade. Doug Williams, Jeff Bostic and someone else of Al Davis's choice for an Oakland Raider lineba - hopefully Matt Millen, if the gods of hog-

bladder have any sense of fair play. "Jeff Bostic walked past me the other day," said Williams, "and said. If we've got to go somewhere together, then let's not go to....'

And he named a town which I won't name. It

probably isn't Indianapolis. "I've got to roll with the punches, abide by the rules," said Williams, 32, who threw one pass - incomplete - in the entire 1986 season

Williams awaits the next few weeks with selish. As more and more Washington descuders get off a letter. You're leery about subs. You don't even want to send a man in motion. It takes a attrition reality. Williams loves the way the pieces fit together to give him and Bostic as the pieces fit together to give him and Bostic as escape route.

"We've got a lot of good receivers like Derek Holloway, Eric Yarber and Rickey Sanders. One of them could go somewhere in a trade-"Next week, [third-string quarterback] Mark Rypien will probably play and he's looked very kypien wai propably play and are tooked vary good. He might add some more to the situation." Williams said after playing two quarters Friday night — his longest stint in two years. When you've thrown 93 touchdown passes at Grambling. 73 in the NFL and dozens in the

USFL your competitive juices bubble after you go 8-for-16 for 102 yards and a game winning uchdown.

A dozen NFL scouts watched the Redskins, many of them drawn by Williams and Bostic the one-time Pro Bowl center who's 28 and healthy but deemed too tiny at 260 pointed. (117.7 kilograms). What would they fettingst the market? Especially if Rusty Hilger doctors pan out as the Raider quarterback?

"I don't think the Redskins could get a sop linebacker for two second-stringers," said New York Giant General Manager George Young scouting his rivals. "I wouldn't be interested in a deal like that. I don't think anybody esse would either."

AcGuire Hil

riday rishing

SCOREB

day sand white

ajor League sta

Or does he just hope that nobody else would

It's August, so Redskin mania is upon us. With clocks and trades to discuss, with for Theismann's memoirs to read and sprained knees to fret over, it's enough to make a person reful the old tranquilizer prescription.

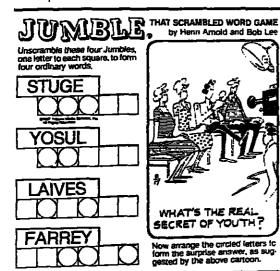
How will we stand it when the real games

#### **PEANUTS**



HE'S THE ALARM CLOCK HERE JOEY.

"HOW DO YA TURN HIM OFF 2"



DABOUT COCOCOCO Jumbles: BISON LOWLY ARCTIC GALLEY Answer: When he says he'll meet you promptly, his promise may carry a lot of this — "WAIT"

## WEATHER

EUROPE				OW		ASIA	ж	GH	L	.ow	
COKOLE		GH					c	F	ε	F	
	C	F	C	F		Sengkek	29 27	91	28	62	21
Alggryt	26	79	17	66	17	Beiling	29	84	20	66	•
Amsterdam	24	75	13	55	nα	Hong Koes	30	86	25	77	SI:
Athens	_	=	Ξ	48	fr	Manila	_	_	=	=	UG
Barceloga	32	70	20	48 55	α	New Defts	35	45	27	81	Ę
Belgrøde	22	72	13	33 85	-	Seggi	27	81	72	72	
Berlin	18	64	13	翠	fr	Shanghal	33	91	24	75	31 No
Brussels	27	\$)		35	ä	Singapore	_	=	_	77	-
Sudapes)	21	70	12	46	ä	Talpe!	34	73	20	75	cí
Copenbases	20	8	2	7	fr	Tokyo	32	96	24	13	Ć.
Costa Del Sal	37	77		63	ir	••					
Dublin	26	79	17	20	Ö	AFRICA					
Edinborgh	21	70	15	3**	пŒ	VLK164			_	70	fr
Florence	-	_	=	56	**	Alejers	33	91	21		ae
Frankfurt	23	73	10		fr	Cape Town	_	=	=	Ξ	fr.
Geneva	24	77	13	\$5	"	Cosob lesses	Z	<b>\$</b> 1	22	72	'n
Helsinki	14	57		73	ď	Herere	_		_	Ξ	ma
Los Polmos	27	81	23		ŀ	1.0004	_	_	_	_	ha
Lisbon	24	79	18	64	ķ	Matrobi	_	=	=	70	ī
Landon	24	82	14	22	îr	Tunis	-5	149	27	~	••
Modrid	34	93	22	72							
Milan	-	_	_	Ξ	ΠŒ	LATIN AM	EĐ	IC/	D.		
Moscow	22	72		45		TV I III AND	-		-		
Munich	24	75	37	52	ir	Openes Aires	_	_	_	_	'nσ
Nice	30	86	22	72		Corucus	27	- 7	30	88	çl
Osio	19	44	10	30	d	Lime	71	70	17	47	•
Paris	27	84	Tō	61	fr	Mexico City	27	91	13	55	DC.
Produt	16	61	12	54		Rio de Juneiro	_	_	_	_	ηa
Reykidalk	14	57	7	45	d	Kift or amin.					
Romo	_	_	_	_	M		46	310	Δ		
Stockholm	47	63	6	43	٩r	NORTH AN	<u> 191</u>	•••	-		
	26	77	17	72	đ		19	*	9	46	DC
Strasbourg	=	_	_	_	na	Anchorage	31	n.	21	70	₽Ĉ
Yenice	22	72	16	á١	Ь	Attenta	ÿ	5	21	70	ίσ
Vienna	78	44	12	34	đ	505/04	25	75	25	77	Þ¢
Macsaw	26	79	iī	52	tr	Chicago	25	79	īī	52	DC
Zurich	29	,,	•	_		Denver	34	95	22	72	DC.
		-				Detroit		71	23	72	tr
MIDDLE	<u> 45</u>	<u>.</u>				Hopoluhi	33 37	99	26	77	fr
	_		_	_	no.	Housiga		22	18	64	PC
Ankara		_	_	_	40	Los Angeles	25	90	25	77	œ
Beiru!	34	93	21	70	7.	Alterrol.	34	84	ž	72	εl
Caire	33	91	17	86	ir	Minesonolis	79	72	20	άĪ	ā
Damascus	33	7'		=	no.	Mostreci	22		25	77	Ťr
(stambu)	=	Ξ	18	44	fr	Mozenii	33	71	24	75	PC
Jerusalem	37	88 91	22	72	fr	Marry YOUR	22	外加	ű	<b>5</b> 7	Ħ
Tel Aviv	33	71	_			Sea Frencisco	21		10	50	вC
						Seattle	20	63	20	4	d
<u>OCEANIA</u>						V-ratio	29	90	24	75	96
Auckland	13	55	3	77	*	Washington	12	-10	٠.		
Sydney	iō	66	10	50		AMERICAN SEPT	n liy	- Q	,uT.		
and to the	000	v: Ir	-fak	, h-	nan;	A-4-4-					_
Auckland 13 55 3 37 Washinston Statey 19 60 19 50 washinston ci-cloudy: to-today: ir-falt; h-hall; e-wercost; e-cently cloudy; fo-today: is-stormy. Sh-Shower's an-show: sh-stormy. Sh-Shower's an-show sh-shower's sh-shower'											
A-4mer 7						L. Colm. PRAN		. N	DI	ID:	Fali
	n=/		-	CIN/	444	13 (6)			_	103 -	-77







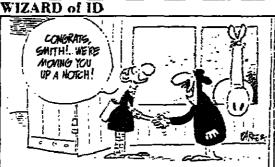


ARMY

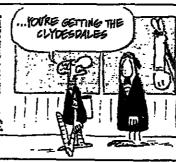
HORE







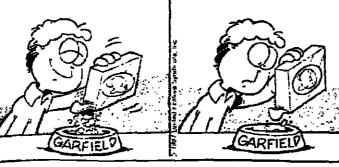




## REX MORGAN



## GARFIELD





## WORLD STOCKS IN REVIEW / Via Agence France-Presse

#### Amsterdam The Amsterdam Stock Exchange continued to gain last week, with the CBS general index closing Friday at a record of 334.1, against

327.5 the previous Friday. The bourse began the week in an optimistic mood, and the index rose 2.9 points to 330.4 on Monday. International stocks were supported by another slight rise in the dollar.

On Wednesday, the general index moved higher to 333.9, mainly as a result of jumps for Royal Dutch and Unilever. According to Amsterdam stockbrokers Kempen & Co., this week is likely to bring a

new record high.

Turnover for the week was 8.11 billion guilders, against 7.67 billion the previous week.

#### Frankfurt

The Commerzbank Index set a year's high of 2.056 last Monday, before profit-taking, especially by (oreign investors, depressed prices on-

the West German stock exchange. Prices recovered somewhat on Friday, and the index closed the week at 2.041.1 points, 1.8

Volume on the eight West German exchanges totaled 26.92 billion Deutsche marks,

against 33.80 billion the previous week.

Autos were irregular, with BMW dropping 6
DM to 742, Daimler unchanged at 1,205 and VW off by a mark to 403. In tires, Conti-Gummi rose 20 DM to 373. Capital goods were firm, with KHD finishing at 200 DM, up 2.50, and Linde at 788, up 4.

In electricals, AEG gained 18, but Siemens

was off 16.

## Hong Kong

Hong Kong's Hang Seng index made sharp gains early last week, only to lose ground amid profit-taking, to close Friday at 3,512.15, down 24.04 on the previous week.

Average daily turnover was 2.18 billion Hong Kong dollars, way down on the previous week's 2.46 billion.

The week began with the Hang Seng hitting a new high of 3,543.76 on Monday, after scoring three records in the previous live sessions. But the market took a dive on Thursday,

Cathay Pacific ended the week at 7.45, up 10 cents; Cheung Kong at 13 dollars, down 30 cents; and China Light at 26.90, down 10 cents.

## London

Economic indicators, notably trade figures that showed a substantially narrower deficit in June, prompted a rally among equities and gilts on the London Stock Exchange last week. The Financial Times industrial share index recovered 58.4 points, ending the week at 1,785.3, after the previous week's shock rise in

interest rates had sent prices plunging.
Good gains were spotted among leaders, helped by news that Nomura, the Japanese securities house, is to start market-making in 10 top British stocks on Aug 24.

BOC, General Accident and Commercial
Union were supported by interim results, but

Royal Insurance, BP and Shell responded less Gilts benefited from the pound's steadiness.

but gold mines retreated after gold prices fell.

## Milan

The Gulf crisis, coupled with uncertainty about the longevity of the current Italian government, combined to depress Milan stocks, which closed the week 3.63 percent down. The Comit index finished the week at

634.34, against 657.43 the previous Friday, On "Black Monday," as it was dubbed, the market lost 3.6 percent, and fell a further 2 percent on Tuesday. There was some recovery Wednesday, as the

government denied suggestions that it would force up interest rates to protect the lira. But small losses Thursday and Friday testified to the market's caution.

Trading volume almost doubled from the previous week, reaching a total of 900 billion lire, after 490 billion.

## Paris

The Paris Bourse moved lower during the first part of the week, but finished on a positive note with a rise of 0.5 percent on Thursday and a 2.2-percent jump on Friday.

The week, traditionally among the slowest of the year due to August vacations, began badly because of the sudden rise of European interest

On Thursday, some positive British views of the Paris market helped prices rise a bit, and Friday brought a startling 2.2 percent jump in

active trading. The rise was partly due to lower interest rates on call money and the good news that French prices rose by only 0.2 to 0.3 percent in July, according to preliminary data.

Denials by Compagnie du Midi and Thomson-CSF of unfavorable rumors concerning

them helped create a better Bourse mood. Prouvost was active, with nearly 400,000 shares changing hands Thursday and Friday combined and it gained nearly 14 percent on Friday. Many observers think Chargeurs SA is continuing to buy.

## Singapore

Profit-taking hit quality stocks last week in Singapore, in a holiday-shortened week.

Trading began on a cautious note Tuesday after Monday's national holiday. A brighter. forecast of possible 7.2 percent growth for the Singapore economy this year, compared with an earlier prediction of 3 percent to 4 percent,

failed to pick up sentiment. Although the Straits Times industrial index hit a new high of 1,491.28 points Wednesday it registered a steady daily drop afterwards, to close at 1,476.39 points Friday.

lion units from 43 million the previous week.

## Lokyo

The Tokyo Stock Exchange advanced strongly last week, buoyed by a record-breaking performance on Wall Street.

The main market barometer, the 225-issue Nikker Stock Average, gained 693.06 year to close at 25,491.01 year Friday, after the previous week's climb of 312.84 yea. The market was closed Saturday for a regular

lar monthly recess.

Institutional investors, their confidence by stered by Wall Street's bull run, decided now was the time to buy. The Nikkei closed at 25.575.74 yen Thursday, within striking distance of its moved of 25.020.42 tance of its record of 25,929.42 yen set June 17. Profit-taking and wariness about the speed of the market's advance led to a sizable \$1.73 loss Friday.

Many market analysts expect the exchange to reach new highs this week, although Tokyo will be keeping a firm eye on New York, where traders will have to take into account the poor U.S. trade figures for June.

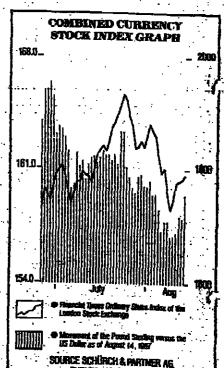
## Zurich

The Zurich stock market continued to rise, and the Swiss Bank Corp. index went over 700 points for the first time to finish the week at 701.6, against 691.2 the previous Friday. But analysts said the market might well reverse course on Monday, following friday's report of a big U.S. trade deficit for June. The dollar lost recording Tender of the course of the

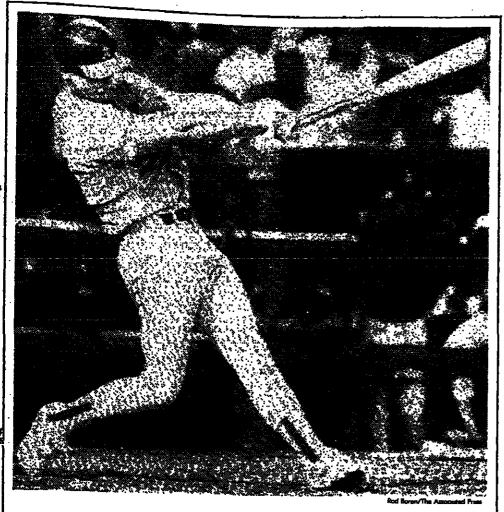
Swiss export shares should feel the effects, they Bank stocks were higher on the week, except Credit Suisse, which lost 5 points to 3,445. Financial companies were also up with Oedi-kon Bührle gaining 145 to finish at 1,630. Industrials and chemicals gained ground:

dollar lost ground in Zurich on Friday, and

Sulzer rising 100 to 4,700, BBC jumping 400 to 3,150, and Sandoz rising by 125 to 14,975. Insurance and food stocks followed the general trend, with Zürich up 150 to 7,550 and Nestle 90 to 5,070.



ZUPICH - AMSTERDAM



## McGwire Hits 39th, Breaking Major League Record

Mark McGwire of the Oakland Athletics, hitting his 39th home run this season in the sixth inning of Friday night's game against the California Angels, broke the major league record for rookies that was set in 1930 by Wally Berger of the Boston Braves and matched by Frank Robinson of Cincinnati in 1956. The Athletics beat the Angels in the 12th, 7-6, when Mike Davis singled home a run.

## Phillies Beat Cardinals, 4-3, as Rawley Wins 15th

ST. LOUIS - Juan Samuel singled in two runs in the seventh inning Sunday afternoon to give the Philadelphia Phillies a 4-3 triumph over the St. Louis Cardinals and Shane Rawley his major league-high 15th victory.

Rawley, in winning his seventh straight, tied Rick Sutcliffe of the Chicago Cubs for most victories in the National League. He gave up four hits in six innings, including Jack Clark's home run during a tworun first. Clark led off the ninth with his 32d homer, off Steve Bedrosian, but with Jose Oquendo on second hase, Bedrosian retired John Morris

NEW YORK -- Mike Pagliarulo

moved into the cleanup spot Satur-day night and helped the New York

SATURDAY BASEBALL

Yankees end a five-game losing

streak as he hit his 25th home run

this season and batted in three runs

during an 11-2 victory over the

as I hit good." Pagliarulo said. "Right now I'm seeing the ball

good. We need to win five in a row

and put some pressure on Toronto

Dennis Rasmussen got his first victory since July 10 as the Yankees

moved to within two games of the

Toronto Blue Jays, who lead the

American League East Division.

"I don't care where I bat as long

Cleveland Indians.

and Detroit.

on a fly to center for the final out. The Cardinals' John Tudor entered the seventh with a two-hitter and a 2-1 lead. But Glenn Wilson singled and, after Rick Schu forced him at second, Steve Jeltz doubled and Tudor walked pinch hitter Ron followed with his line drive to cen- one out later, Andres Galarraga hit in eight innings. ter to score Schu and Jeltz.

made it 4-2 in the eighth.

Expos 10, Pirates 7: In Montreal, the first pitch from Brad Gideon. Tim Raines singled, doubled twice. tripled and homered and Tom Foley won their fourth straight, sweeping Atlanta. the series with Pittsburgh.

inside fastball early and it set up

Doc Edwards. "Any time you leave

would have kept us in the game."

homer of the year, a shot into the

beat out an infield hit and Pagliar-

ulo hit a 410-foot homer to center.

more, Larry Sheets, his team's lead-

ing hitter with men in scoring posi-

tion, singled in two runs in the sixth

and Mike Flanagan pitched a six-hitter against Milwaukee.

The Brewers' Paul Molitor ex-

with a bloop single. That tied him

with George Brett of the Kansas

City Royals for second-longest

streak this decade. Ken Landreaux

having had a 31-game hitting streak

with the Minnesota Twins in 1980.

By Malcolm Moran

New York Times Service INDIANAPOLIS -- The tense

coexistence between the Cuban

one of the participants in the ring. One speciator was arrested for disorderly conduct and three others

of the incident, which began as a confrontation between members of the Cuban contingent and Cuba

Independiente y Democratica

(CID), an organization based in

Although officials of the games'

Tigers 8, Royals 4: In Kansas

Orioles 2, Brewers 1: In Balti-

Pagliarulo's Homer Helps Yanks End 5-Game Skid

my curve. I decided that if I was apolis, Roy Smith won his first going to get beat, it would be with start since being recalled from the

my good fastball, not my batting minors Aug. 4 and Greg Gagne practice fastball where I let up on tripled in two of the eight unearned

13 on base you figure to lose. There heim, California, Jose Canseco hit

were three spots where a base hit a three-run homer against Califor-

The Yankees scored twice in the run singles and Dave Stewart post-

second inning to take a 2-1 lead on ed his 16th victory, tying the

RBI singles by Dan Pasqua and Royals' Bret Saberhagen as the ma-Joel Skinner. Don Mattingly began a three-run third with his 21st nine of his last 10 decisions.

upper deck, then Dave Winfield Wade Boggs walked with the bases

the score at 6.

three no-decisions.

But, said the Indians' manager, against Seattle.

SUNDAY BASEBALL

Raines, the first Expo to hit for the double in the eighth inning. cycle since Tim Foli in 1976, led off a grounder through second base-Webster. Foley then homered on

Astros 6, Braves 2: In Houston. Billy Hatcher drove in a four runs hit a three-run homer as the Expos with a double and a single against

'I pitched inside more tonight." two-run home run with one out in Dave Dravecky held Los Angeles

Rasmussen said. "I established my the eighth gave Detroit its victory. to four singles to help put the Gi-

runs scored in the first inning

Athletics 13, Angels 3: In Ana-

nia, Dwayne Murphy hit two two-

Red Sox 7, Rangers 6: In Boston,

loaded and two out in the eighth to

gled past a drawn-in infield to tie

six-hitter to outduel Jim Clancy,

who limited Chicago to two hits for

ond, got to third on Donnie Hill's

ground out and scored on Harold

Baines' ground out to first base. In

his last seven starts. Clancy, who

hasn't won since July 12, is 0-4 with

Rich Yett and Doug Jones held the Mike Easler drew one-out walks. Yankees to four hits and Cleveland but Jones then struck out Gary

The Yankees have lost 11 of their the seventh with a double and last 15 games. Ron Guidry was the ton, rookie John Marzano hit two scored on Mitch Webster's single. losing pitcher, despite allowing two-run homers and doubled Roenicke to load the bases. Samuel Herm Winningham walked and, only eight hits and an unearned run against Texas, while Spike Owen

Jeltz's bases-loaded grounder man Johnny Ray's legs to score with a grounder that shortstop fourth four-hit game this season. Bobby Meacham misplayed. Pat raised his batting average to .371. Tabler grounded into a forceout,

idle Cincinnati in the West Divi-

first inning, has won just once in his

last six starts and has a 6.02 earned-

Cubs 7, Mets 3: In Chicago.

hits and drove in two runs in help-

of New York starter Terry Leach.

run average in that span.

Fernando Valenzuela, who al-

into the left-field seats.

Twins 14, Mariners 4: In Minne- ants back into a first place tie with

won on Cory Snyder's run-scoring. Ward and retired Don Mattingly on a routine fly to left.

Red Sox 12, Rangers 2: In Bosand Ellis Burks each hit one two-run Brook Jacoby began the eighth homer and Wade Boggs, with his

Marzano, called up from the mibut stole second and, with two out, nors July 31 after Rich Gedman was Snyder hit a line drive that bounced disabled for the season, capped a four-run second inning with his Ron Kittle led off the bottom of third homer, hit high into the left-Indians 1, Yankees 0: In the the eighth with a single. Pinch hit-field screen. In the sixth, after Owen when American League, in New York, ters Claudell Washington and singled with one out, Marzano homered over the screen. He got his first three-hit game in the majors with a double off the wall in the seventh, after Owen had homered, then scored on Burks' homer.

Blue Jays 6, White Sox 4: In Toronto. Lloyd Moseby drove in three runs with three hits against Chicago, the last a tie-breaking two-run bomer in the seventh in ning, and teammate George Bell

lowed three runs and five hits in the batted in his 100th run this season. In the third inning. Moseby singled and tried to steal second, sliding head first into the bag as catcher Carlton Fisk's throw sailed into center field. But, thinking the ball had Dave Martinez and Ryne Sandberg each got three of their team's 17 been hit by Ernie Whitt, Moseby got up and ran back to first. Center fielder Kenny Williams threw wildly ing end the 10-game winning streak to that base, allowing Moseby to again reach second safely. Bell then

sixth. Bell led off with a double, took Phillies 5. Cardinals 2: In St. third on a fly ball and scored on beat Texas after Spike Owen sin- Louis, Kevin Gross won his first Rance Mulliniks's sacrifice fly. start since umpires ejected him

Twins 5, Mariners 1: In Minnefrom a game for having sandpaper apolis, Gary Gaetti doubled twice and drove in two runs against Seattle. Frank Viola, who gave up five hits, struck out five and walked one. left the game after Gary Matthews's

RBI double for Philadelphia. Gross, ejected from last Monday The Brewers' Paul Molitor ex-tended his hitting to streak to 30 the first inning, he walked leadoff appealing a 10-game suspension games when he led off the contest batter Ozzie Guillen, who stole sec-imposed by the league and can play Reardon got the last three outs. until an Aug. 27 hearing.

Astros 8, Braves 0: In Houston, for his first NL shutout and Glenn Davis hit a three-run homer against Atlanta. Davis now has hit at least Giants 5, Dodgers 0: In the Na- 20 homers in all three of his major-City, Missouri, Alan Trammell's tional League, in San Francisco. league seasons.

Expos 6. Pirates 3: In Montreal. singled, to become the first AL player this season to get 100 RBi. Vance Law's grand-slam home run with one out in the ninth beat Pitts-

White Sox 1, Blue Jays 0: In on his glove and Mike Schmidt hit Toronto, Rich Dotson pitched a two bases-empty homers and an leadoff single in the ninth and Jeff

The Twins got eight hits, six of them doubles, with Gaetti and Gene Larkin each hitting two.

Three doubles in the first inning gave the Twins a 3-0 lead. Steve: Lombardozzi doubled with one out, Kent Hrbek drew a two-out walk. Gaetti followed with a tworun double and Larkin doubled.

Friday's and Saturday's Major League Line Scores Gold Medalists (8) and Brenty, W—Hillegas, 2-0, L—Downs, 9-7. Sv—Crews (2), HRs—Son Francisco, Al-

Baseball

Geme 860 200 100—3 7 8 With Howe (7), Russell (7), Williams (7), Joynd (8) and Stanley; Hurst and Marzano, Hurst, 14-6. L.—Howe, 0-1. HR—Beston,

SCOREBOARD

oven Attack

in Allacks

 $\# k \eta_{s4}$ 

lavi

. Jir

858 609 813-7 16 1 818 811 188-4 5 2

Loudner (15). Hrbek (29).

Loudner (15). Hrbek (29).

All-wordstee 085 081 086—6 9 2

Reiftimere 169 080 186—2 9 0

Nieves, Crim (7) and Shroeder : Beil, O'Connor (7), Griffin (8) and Kennedy. W—Nieves.

- Beil 94. 50—Crim (4). HRs—Milwordstee (17). Beil Wingers, Kennedy (14).

- Susum 2 (17). Beil Wingers, Kennedy (14).

- Susum 2 (17). Beil Wingers, Kennedy (14).

- Susum 2 (17). Beil Wingers, Kennedy (14).

- HRs—Oakland, Lonsford (13). Conseco (24). Targall, Patry (5) and Heath, Nokes (8); Black, Davis (8), Gleaton (8), Quisenberry (9)

and Quirk, W-Black, SA L-Terrell, 9-10. bult (18), Soboni (17), akteed 000 632 807 601—7 £2 2 obligamio 038 601 161 060—6 14 1 Young, Howell (8), Cadarel (9), Lamp (9), Leiper (11), Rodriguez (11), Ecteraley (12) and Sieinbech: Sulton, Pinley (4), Minton (8), Lucos (9), Buice (10) and Boone, W—Rodri-guez, 1-4. L—Buice, 5-4. Sv—Eckersley (8), HRs—Oakland, Steinbach (12), McGwire (39), California, Downine (22).

NATIONAL LEAGUE 801 988 080-1 4 1 808 848 20x-4 9 0 Tricogo 800 849 2015—6 7 L Mitchell, Innis (7) and Corter; Sanderson

Dunne, Gidson (8), Smiley (8), Gott (8) and Ortiz, Godolfer (8): Heaton, Parrett (7), McClure (8) and Reed, Fitzparald (7). W— McClure, 6-1. 1—Smiley, 3-3. HR—Mantreal,

630 030 002-- 8 72 3 024 580 13x--15 17 1 San Diego gas 390 13x-15 17 1 V Hoffman, Montgomerv (3), Scherrer (4), Williams (5), Murshv (7), Franca (8) and Diaz; Jones, Booker (5), McCulters (7), Gos-soge (8) and Bachr, Scritioga (7), W-Booker, 1-1. L-Hoffman, B-B. HRs-Cincinnat, Esasky (14), Bell (9), Daniels (19), San Diego.

AUSTRIAN GRAND PRI
1. Nigel Mansell, British, Williams
hour. 18 minutes. 44,99 seconds;
speed 255,22 kph/244,290 mph.
23 1930 01x-6 7 0
nd Parrish; Mattiews.
W—Mattews. 8-8.1 Philodespuso
St. Louis
Ruffin. Teilver (a) and Parrish; Mathews.
Worrell (8) and Pena. W.—Mathews. 8-8. L.—
Ruffin. 9-9. Sv.—Worrell (25). HRs.—Philodelphio. Schmidt (23). Porrish (13). St. Louis.

1. Teo For behind
4. Thierriphio. Schmidt (23). Porrish (13). St. Louis.

Affonto 100 018 188—4 11 2
Houston 500 071 91x—8 12 6
Puleo, Ohwine (5), Acker (6), Beever (8) and
Viroli, Benedict (6); Knesper, Heathcock (8),
Smith (9) and Ashby, W—Knesper, 5-11, L—
Puleo, 5-5, HRs—Attento, Runge (2), Houston,
Ashby (11)

Asiny (11).
106 Angeles 918 201 200—4 7 2
5on Francisco 908 901 200—3 8 1
Hillegos, Honeycuti (6), Hollen (6), Crews
17) and Sciegale; Downs, Price (6), Robinson

Major League Standings Through Saturday's Gam-AMERICAN LEAGUE

69 48 590 — 67 47 588 ½ 67 50 571 2 60 56 517 8½ 53 64 453 16 44 72 379 24½ Texas NATIONAL LEAGUE

Los Angeles

AMERICAN LEAGUE 100 mas 400--1 3 486 000 900--8 6 

Milwoukee 000 010 000 -1 42 Mixed Automatic Trap (Team): Colombia Mixed Automatic Trap (Team): United States (Ken Bloss), George Hass and Don Carliale)
Higuera and Surftoff: Florogon and Ray ford, W—Florogon, 2-S. L—Higuera, 11-7.

Mew York 101 808 100-3 7 4

Chicage 

Corter; Moyer, DiPino (8) and J.Davis, W— Moyer, 16-9. L—Leach, 10-1. Sv—DiPino (2). HRs—New York, Hernandez (12), McReyn-olds (21), Chicoso, Martinez (8), Durham (19). 000 000 005-0 4 3 300 007 01x-5 11 1 Son Francisco

Fisher and LaValliere; Martinez, Burke (9) and Reed, Fitzgerald (9). W—Burke, 3-0. L— Fisher, 7-8. HRs--Mc ntreal, Wallach (19), Fo-

Philodelphia 161 918 298—5 18 4 if: Louis 888 200 000—2 8 6 K.Gross, Bedroslar (8) and Daulien, Parrish (8); Forsch, Horton (7), Peters (8) and Pene W—K.Gross, 8-10. L.—Forsch, 18-4. Sv—Bedro

Tennis

MEN'S TOURNAMENTS (A! Progee) Quarterfines Nevrotil, Czechoelovok

Jorotsov Novratil, Czechoslovokia, del-Wolfsons Pope, Weal Germatv. 6-4, 6-4 Tomos Smid (3). Czechoslovokia, del. Thomos Muster, Austria. 7-5, 5-7, 7-5. Marrior Voldo (4). Czechoslovokia, del. Korel Novocok (5). Czechoslovokia, 4-4, 6-4, 3-6. Guillermo Vilos (7). Argentino, del. Peter Cordo. Czechoslovokia, 6-3, 6-2. Semiffinols

Senid def. Novratil, 6-3, 6-2. Volda def. Vilsa. 3-4, 6-3, 6-3. Volda def. Vilsa. 3-4, 6-3, 6-3. Volda def. Smid. 6-1, 6-3 (At Mantreal)
Quarterfinals
Ivan Lendi (1), Czecheslovak (1), Viposlavik.

den Zivolinevic (10), Yugoslavia, 64 Steton Edberg (2), Sweden, del. Kev

Boris Becker (3), West Germany, def. Peter Lundgren, Sweden, 1-6, 6-2, 6-1. Jimmy Contors (4), U.S., def. John McEn

WOMEN'S TOURNAMENT

va (1), U.S. def. Elly Ha-

Courterfle

Burge (9), Monaco, 5-1, 5-1. Gobriele Sabatini (7), Argentina, del, Ha

o. Chris Everi (3), U.S. del, Lori McNeil, U.S.,

ren (8), U.S., 7-6 (7-5), 7-5.

roe (6), U.S. 6-3, 3-4, 6-2

Seminals
Edberg del. Becker, 62, 64.
Lendi del. Connors, 7-5, 64.

North U.S., 6-3, 6-2. Steffi Grot (2), West German

Everi del. Navratilova, 6-2, 6-1. Graf del. Sabatini, 7-5, 7-5.

## Pan American Games

ARCHERY DIVING

Men's 280 Sprint: Kon Corpenter, t Men's 4,600 Team Persolt: United Lessard Harvey Nitz, David Brinton, and Carl Sundavist

SHOOTING

Men's 56 Freestyle: Tom Williams, U Men's 188 Backstrake: Andy Gill, U.S. Men's 280 Butterfly: Bill Stopleton, U

women's 400 Mediev Relay: United States Holly Green, Lori Helsick, Jonel Jorgensen nd Sorg Linke) Women's 306 Freestyle: Tammy Bruce, U.S. Wamen's 50 Freestyle: Jenniler Thompson,

Fights Erupt Beyond the Ring at Pan Am Games .s. Wennen's 200 Backstroke: Kaile Weich, U.S. Wennen's 200 Batterfly: Kara McGrath, U.S. Synchrosized, Doet: United States (Karen Issentson and Sorah Josephson TABLE TENNIS

Mea : Haratio Pintea and Gideon Ng. Canadi Women : Marisel Ramirez and Carmen Mir TAEKWONDO

Flyweight: Cortos Rivos, Venezuei Lightweight: Stave Capener, U.S. Weiterweight: Erneste Rodriguez, A Regrywight: Jimmy Kim, U.S. TRACK AND FIELD Men's 20: Floyd Heard, U.S. Men's 118 Hurdles; Andrew Parker, J delegation at the Pan American Games and opposition groups erupted late Friday night with a fight outside the boxing ring at the Convention Center. At least four members of the

m's 50-Kilometer Walk; Mortin Ber Cuban boxing team and a delega-Men's Javella: Duncan Atwood, U.S. tion official confronted spectators during a match, attracting the attention of the crowd and at least

Men's Jovella: Duncon Atwood, U.S. Men's Pole Veull: Mike Tuily, U.S. Women's 288: Gwen Terrance, U.S. Women's 188 Hardles: Lavonna Marilin WRESTLING (Prestyle) 1851; Paunds: Aida Marilinez, Cuba 1412: Paunds: Carlos Varelo, Cuba 1255: Paunds: Alejandro Puerto, Cub 1255: Paunds: Alejandro Puerto, Cub Lasers: Chris Lorson, U.S.

## Transition

Américan Léagu BALTIMORE—Announced of Doug Corbett, pitcher.

CLEVELAND—Optioned Jay Bell, shor

NEW YORK—Activated Willie Ran second basemon, from the 21-day disabled list, Optioned Poberto Kelly, outfielder, to Coist. Optioned Properto Keliv. outherioer, to Co-lumbus of the International League. Sent Ron Kittle, outfletder, to Columbus under the ma-ior-league rehabilitation program. TORONTO—Signad Nigel Wilson, autileid-er, and assigned him to St. Catharines of the

York-Penn League. National League CHICAGO—Receited pitcher Gree N

8. Piercario Ghinzoni. Italy. Ligier, 2 last 9. Christian Danner, W.Germany, Zak-

10. Rene Arnoux, France, Ligier, 3 laps 11, Ivan Capelli, Italy, March Ford Cos-

DRIVER STANDINGS

**Football** 

2 0 220 150 3 1 224 211

1. Nelson Piquet, Brozil, 54 points 2. Ayrton Senna, Brozil, 43 3. Nigel Monsell, Britain, 39 4. Algin Prosi, France, 31

s. Gerhard Berger, Austria, 9 7. Michele Alboreta, Italy, ar

outsen, palgium, 8 9. Teo Fabi, Italy, 7 18. Saforu Nakailma, .

**CFL Standings** 

NFL Exhibitions

Cleveland 31, St. Louis 14 Atlanta 19, Buffale 14

Indianguelis 22, Detroit 19 New Orleans 23, Minnesote N.Y. Jets 13, Philodelphia 1 Son Diego 29, Dallos 0

**Auto Racing** 

HOUSTON—Purchased the contract of in-Coast League, Outrighted Infielder Bude Biomagiana to Tucson, Activated pitcher Ji is from the 15-day disable Dave Meads to Tucson.

FOOTBALL Hatienal Footbell League
L.A. RAMS—Cut Keith Tinsley, wid Daryl Henry, safety, and Lloyd Brown, lockie PHILADELPHIA—Signed Evon Cooper

cornerbock.
SAN FRANCISCO—Wolved Pout Bellyo TAMPA BAY—Signed Libyd Mu tockie.

National Hockey League
WinnipeG—Signed Lourse Boschmon,
center; Gilles Homel, left wing, and Andrew
McBain, right wing, to multi-year confracts.

COLLEGE BENTLEY—Named Peter Simonini men' saccer caach, Promoted Bob DeFetice, base ball coach, to assistant otheric director. ILL INOIS—Named Augle Garrido basebo 5. Ayrton Senna, Brazili, Lotus Honda, 2 iaps 6. Alain Prost. France, McLaren TAG, 2 coach.

10WA STATE—Named Stave Kratcisin

cont.time assistant basketball coach.

**European Soccer** 

erth, 3 laps 12. Philippe Alliot. France, Lorrousse Cal-ENGLISH FIRST DIVISION
Arsenol 1, Liverpool 2
Chariton 1, Northingham Forest 2
Chelsea 2, Sheffleid Wednesday 1
Coventry 2, Tottenham 1
Derby County 1, Luren 0
Everton 1, Norwich 0
Oxford 4, Portsmouth 2
Southampton 2, Manchester United 2
Wotford 1, Wilmbigson 0
West Ham 0, Queens Park 1
Points standings: Oxford, Queens 1
Coventry, Liverpool, Notfinghom Forest.

Coventry, Liverpool, Nottinghom Forest, Circ seo, Everton, Derby, Welford 2; Southamato Manchesier United 1; Luton, Norwich, Win Isledon, Arserol, Teitenham, Sheffleid Wedne dov, Charlibra, West Harn, Portsmouth 0, WEST GERMAN FIRST DIVISION Coveritry, Liverpool, Nottingham Forest, Che

WISST GERMAN FIRST DIVISION
Borussio Dermund 2, Hemburg 6
Bover Undingen 3. Einfracht Frankfurt 6
Bover Leverhusen 1. Nuremberg 1
Stuffgert 6. Berussie Moncheneladboch 0
Bochum 6. Cologne 0
Kaiserstautern 6. Werder Bremen 0
Kortsruhe 4 Scholike 1
Bovern Munich 2, Wakthof Mannheira 1
Pöints standings: Bovern Munich 6; Stuffgert 5 bremen 5; Nuremberg, Bover Leverkusen, Cologne. Borussia Moncheneladboch 4: Kortsruhe, Bochum 1; Hannover, Harnburg, 2: Bover Undingen, Borussia Dormmund, Kaiserslautern, Waldhof Monnheim 2: Hamburg, Einfracht Frankfurt 1, Scholike 8.
FRENCH FIRST DIVISION

FRENCH FIRST DIVISION Manaco S. Toslouse 1 Bordeaux 2, Le Havre 2 Niort 7, Paris SI.-Germain 2 Lille 1, Morseille 1 Comes 0, Montpellier D Soint-Etienne 2, Metz D Toulon 2, Lens D Matro RC Paris 2, Nice 1 Brest 1, Auxerre 1 Lovel 1, Nontes 1 Points Mandings: roints standings: ( orls:SG 7; Toulon, N Paris-SG 7; Toulan, Maira RC Paris, Saint Etlenne, Toulause 6; Lille, Montpetiler, Au-erre, Cannes, Nantes 5; Loval, Le Havre, Mar

Venezuela with several chapters in the United States.

organizing committee had spoken of having a less obvious security presence than that at the Los Angeles Olympics three summers ago, precautions were more evident at Saturday's boxing competition, which was held without incident. There were also no problems as the U.S. defeated Cuba in baseball, 6-4, and the Cuban women's volleyball team beat the United States, three games to none.

A spokeswoman for the Indianapolis Police Department said that the original plan to have approximately 40 percent of the force on duty Saturday had been revised to call upon a substantially higher number of officers.

and the adjoining Hoosier Dome which had included anti-Cuban in-continued searching the belongings cidents since the opening ceremocontinued searching the belongings cidents since the opening ceremoof spectators at the main entrances, nies a week earlier. and added searches at the turnstiles to each event.

chief of the Cuban delegation, filed said. "And we will defend our a protest with Mark Miles, the selves. Anytime a Cuban is hit, he the finish, throwing several hard president of the local organizing will hit back." committee. It was the second the Cubans had filed during the games. bans to retaliate Friday night was scheduled bouts.



Following Friday's unscheduled fisticuffs at the boxing arena, Indianapolis police tried to head off further disturbances by confiscating flags at the Cuba-United States baseball game.

Manuel Gonzalez Guerra, the competition," Gonzalez Guerra mero was not there."

But Gonzalez Guerra said Fri- Pablo Romero, the amateur world day night's confrontation outside light heavyweight champion and the boxing ring would not affect his the gold-medal winner in the 1983 Security personnel at the center nation's participation in the games. Pan Am competition in the 178-

> mero was the first one to hit the smiled. "We tried to chase them," "As far as doing anything dra- first blow," Gonzalez Guerra said matic, our drama will be all in the of the CID. "That's not true. Ro-

right uppercuts in what was sud-The most prominent of the Cu- dealy a leth fight on a night of 15

Speaking through an interpreter. Romero said he had been provoked by about five people. He balled his right hand into a fist, held it up with the knuckles pointed towards his face, looked at the fist and Romero said through the interpreter. "We suppose we made two unofficial knockouts.

The three CID members were treated for lacerations and abrasions that the police described as minor. The commander of police at the convention center said the altercation began with a dispute involving two Cuban flags belonging to the spectators.

The incident began in the stands on the south side of the makeshift arena. After Arthur Johnson, the won the second fight of the evening many spectators had departed.

"Three-quarters of the stadium was empty," Gonzalez Guerra said, and these people were sitting behind the Cubans to do provocation. If they are provoking one Cuban, other Cubans are there to hit back."

Orestes Martinez, a member of the Cuban staff, had a mark under his left eve after the altercation. Armando Guirola, the chief of security for the Cuban delegation at the games, said Martinez was attacked by two CID members, which led the lighters to rush to assist him.

In the ring, Marc Menard, a Canadian lightweight on his way to a unanimous decision in a preliminary round match, turned to watch the confrontation. Later in the evening, Candelario Duvergel of Cuba, the defending Pan Am champion in the 139-pound division, was booed loudly by most of

BOOM — Evander Holyfield, here landing a punishing right, retained his WBA junior heavyweight and IBF cruiserweight titles by stopping Ossie Ocasio of Puerto Rico in the 11th round Saturday night in Saint-Tropez, France. Making his fourth title defense, the

24-year-old American raised his professional record to 16-0 while Ocasio, 31, fell to 32-5.

the remaining fans.

Eileen Agar's image of

over the place and I showed with

them so I was really tagging along. And of course this thrilled me

because otherwise I would just

have been showing alone. I mean I

wouldn't have been showing, I

would just have been working

MARY BLUME

Eileen Agar is still tiny and

pert. She is 83 years old. "But

don't let that fool you," warned a staff member at the Birch and

Conran gallery in Soho where an Agar retrospective, which has just

closed, was graced by frequent im-

promptu visits by the painter.

Agar's work was also shown this

summer in Punkaharju, Finland,

and she will be in a "Women in

Surrealism" exhibition in Lau-

sanne this coming winter. Her

memoirs, "A Look at my Life,"

and although she was photo-graphed by Cecil Beaton and at-

tracted a certain amount of atten-

tion for wearing black gloves

decorated with red fingernails, she

says she never thought of herself as a beauty. "The beauty of the group was Lee Miller but then, as

someone said, all the surrealist

women were very good looking.'

One of the enduring monuments

She has a studio in Kensington

will be published in 1988.

"The Angel of Anarchy."

ONDON - After its eruption L in France with Andre Breton's 1924 Manifesto, the surrealist movement swiftly spread to such places as Czechoslovakia, Egypt and the Canary Islands. It didn't officially reach England until the International Surrealist Exhibition of June 1936, and while the show caused a predict-able fuss ("A travesty of all that is decent," said the Manchester Evening News), the history of surrealism in England could be inscribed on the face of a limp watch. It arrived late, faded soon and some of the artists in the 1936 exhibition hadn't even known they were surrealists until they were asked to

Among them was Eileen Agar, now one of the few surviving British surrealists, then a young painter who had met many artists dur-ing two years in Paris in the 1920s and who was working mostly on portraits although she had painted a large premonitory work called "The Autobiography of an Embryo" (1933-34) which with its emphasis on birth and the unconscious and loopy metaphysics could certainly be considered surrealist in part. She was also a friend of the painter Paul Nash with whom she shared a taste for two surrealist tools, found objects

Nash introduced Agar to the critic Herbert Read and to the painter Roland Penrose who, with the poet David Gascoyne, organized the 1936 surrealist exhibition at the New Burlington Galleries off Bond Street. When the stiff graduation-style group por-trait of two well-dressed and nicely-behaved rows of participants was published, ever to re-appear in histories of British art, there front and center is Eileen Agar. tiny and pert.

"I thought I didn't want to be a portrait painter the rest of my life, people will come and commission you and that always put me off. I thought it much more pleasant if I could do something more imaginative but I hadn't thought of surrealism." She accents the first syllable of the word. "Then after that to British surrealism is a photoshow there were lots of shows all graph of a straight-faced Agar

gan making in 1937.

"It was really a cork basket that l saw in St. Tropez. When I got home I said well I have nothing to put in a basket like this so I turned it upside down and found I could put it on my head. I kept adding more shellfish to it, or whatever found."

Eileen Agar was born in 1904 in Buenos Aires where her Scottish father had made a fortune selling windmills. She was educated in England and startled her mother by expressing a wish to study painting. "Why don't you just buy paintings?" her mother inquired.

Eileen persisted and was driven daily by the family chauffeur to the Slade school where she was taught by the stilling Professor Henry Tonks. "Tonks hated anything that was modern, he didn't even like the Impressionists. He was really a professor of anato-

In 1928 the mosaicist Boris Anrep suggested she go to Paris. She had spoken French at home and was immediately at ease in her Montparnasse studio and with her artist colleagues. She made her own amalgam of surrealism and abstraction - "We all walk on two legs and for me one is abstract, the other surreal, point and counterpoint" - and with her vivid colors she brought a bright jun-gle note to British art. "I like color very much, perhaps because of having been brought up in a Roman Catholic country, in the Argentine." She married a multilingual

Hungarian writer, Joseph Bard, the ex-husband of Dorothy Thompson, the globetrotting American journalist who was always off taking the pulse of the world. In 1931 she wrote in Bard's magazine, The Island, that contemporary European art was basi-cally feminine. "In Europe, the importance of the unconscious in all forms of Literature and Art establishes the dominance of a feminine type of imagination over the classical and more masculine order," she said.

That surrealism was more "feminine" than "masculine" was

wearing a "ceremonial hat for eat-ing bouillabaisse" which she be-this did not stop the surrealists this did not stop the surrealists from treating their own women badly, Eileen Agar says. "On the whole they thought of women as just muses. André Breton's wife was a very talented painter, he wouldn't even look at her work.

"But they were very nice to me, I think they were so pleased, there were so few surrealists at the time who were giving their heart and soul to it that I think they were pleased to welcome me." By the time of the 1936 interna-

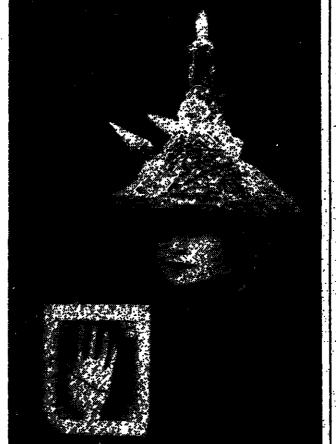
tional exhibition, surrealist painting had already been shown in several London galleries and surrealism had found what would be a more durable niche in English writing. The 1936 show, however, made surrealism a public event so chaotic that no two accounts of it

fic jams to Piccadilly Circus. The Sitwell trinity made an appearance, Breton made a speech, and a woman described as the surrealist phantom walked through the crowd wearing coral and black and holding a wooden leg in one hand and a pork chop in the other. The pork chop later had to be removed because of the heat. Dyan Thomas offered visitors boiled string in teacups.

Later in the exhibition, Salva-dor Dali, whose gift for self-pro-motion had been sharpened by his wife's tuition in high finance, made a stunning appearance in a diver's suit and helmet, holding two borzoi on a leash in one hand and a billiard cue in the other. His speech was inaudible and he had to be released from his diver's helmet when he showed signs of suffocation.

The joke didn't last long: The Spanish civil war broke out and World War II loomed. In 1937, at another surrealist show, Herbert Read had splendidly announced, Approach for we have names to sell — angels of anarchy and machines for making clouds."

The same year, using her hus-band as a model, Eileen Agar made a plaster head richly decorated with doilies and called "The Angel of Anarchy." The head was lost and in 1940 she made another version, bejeweled and beplumed,



Agar wearing "ceremonial hat for eating bouillabaisse."

but with a blindfold over its eyes. The ICA began in a basement "The first one was rather mild and handsome in a way. I thought wanted to make this more malign, more terrifying, and I ought the best way is to cover the eyes because then you didn't know what was coming and I did feel it was the war." Surrealism, hectoring and bul-

lying and political, was essentially out of place in England's long tradition of tolerance and individual liberty. It also failed to endure because in part it was too familiar. "A nation which produced two such superrealists as William Blake and Lewis Carroll is to the manner born," Herbert Read wrote. The English have surrealism in their bones," Eileen Agar

It can be argued that surrealism's greatest gift was a sense of fellowship among dispersed and lonely British artists. Its chief legacy in concrete terms is the ICA, or Institute of Contemporary Arts, founded by Penrose in 1947.

under a cinema: a place for artists to meet and talk shop as they had for decades in the cafes of Europe.

"It was a very good influence on English artists because they could get together," says Eileen Agar who had found a similar ense of fellowship earlier with the surrealists. "It's very difficult for a nainter to work in a vacuum, ever worse than for an architect, because a painter needs the stimulation of someone to look and say well, I don't like that."

Surrealism probably also widened many English artists' horizons, taking them away from the comfortable native lyrical impulse and opening them to the irrational and unreal.

"We really lead a very wellordered life and there are lots of things that get dismissed the more ordered your life is." Eleen Agar says. "I think that's where I would say surrealism is a tremendous advantage -it reminds you of other

EMPLOYMENT

EDUCATIONAL POSITIONS AVAILABLE

WEEDED IN COMPAINE STANDED

#55M, software applications, Recent teaching separation in American se-varily separate highly desirable. Pro-gram offered throughout Western Eu-rope. Formiting by with MS-DOS Xants. CP/M operating systemes helpful. Ap-ply. Director, Proming, University of Maryland, in Bassettom 30, 6900 Heidelberg, FRG

DOMESTIC

POSITIONS WANTED

**AUTO SHIPPING** 

RANSCAR 17 av de Friedland, 7500 Paris. Tel 4225 6444. Nice: 9321 335 Antwerp 233 9985 Connes 9339 434

**AUTOS TAX FREE** 

FOR MORE THAN 12 YEARS URIOPE'S LARGEST SHOWROOM

TRANSCO

Tex free soles - shipping - insurance. We stock over 300 brand new cars. European - Japanese - Ananican, Very competitive prices - fast delivery. Send for free multicolor catalogue. TRANSCO N.V., 95 NOCIEDEAAN, 2000 ANTWERP, BEGRUM 11 323/542 6240 Tx 35207 Trees b

## **LANGUAGE**

# A Contra Compendium

By William Safire WASHINGTON — The secret presidential finding that he destroyed, Rear Admiral John M. Poindexter told the Iran-contra committees, had been prepared essentially by the CIA as a — what we call a CYA effort."

CYA is a military-bureaucratic term that Senator Sam Nunn. Democrat of Georgia defined in a question to another witness at thebearings. "Isn't this cable in effect a CYA cable? ... They were covering their rear end back in Washington, weren't they?"

The senator is correct in his definition — the term means "to diffuse responsibility" - and appropriately delicate in his suphemism. The first two initials of CYA stand for "cover your," and the dread "a" word is expressed variously as rear end, but, behind, backside, tail, seat, or, if you are President Reagan, keister. The objection to the operative word is of long standing; a new sense has evolved that uses the word for the posterior as a synecdoche for the whole person, and now to move one's backside means merely to move oneself quickly. Thus the initials today are an anachronism, euphemizing a meaning that has changed.

Meanwhile, bureaucrats like Poindexter have adopted micromanage, the board-room synonym disparaging the sort of management that used to be criticized as

"We'd been snookered again," the former White House chief of staff Donald T. Regan reported he told the president, adding, "How many times do we put up with this rug-merchant type of stuff?" Al-though rug merchant is widely un-derstood to be a derogation for a craftily bargaining, untrustworthy tradesman, the verb to snooker is less familiar to younger Americans never exposed to pool-hall life.

Snooker is a variation of billiards played with 15 red balls, a white cue ball and six balls of other colors. The story is told of a subaltern in central India, Neville Chamberlain, later prime minister of Britain, who in 1875 was playing this game with a cadet with the last name of Snooker. The cadet played so badly that Chamberlain used his name eponymously to mean "to place oneself in an impossible position." Influenced by the earlier to cock

a snook, a vulgar hand gesture, the verb came to mean "to cheat, swin-

One linguistic error made during the hearings was in the misconcep-tion of the phrase plausible denial. This term of art was rightly used first by Lieutenant Colonel Oliver L. North: "Part of a covert opera-tion is to offer plausible deniability of the association of the govern-ment of the United States with the activity." The meaning is "cover a story," as Fox Butterfield of The New York Times points out: "In intelligence, plausible deniability means that higher-ups do know, but the paper work is stopped at a lower level so that the higher-ups don't appear to know.

However, when used by Poindexter, that phrase lost its central point: instead of being a believable fiction told by a president who knew of the diversion secret, it was a truthful denial by a president who was denied any knowledge of the secret. The alliteration prize was won by Robert C. McFarlane for his. "The contras had to continue, in some fashion, to buy beans, bul-lets, Band-Aids." Strangest euphemism: residuals. a word now being remaindered by television writers and arms dealers to replace the word profits, which had not previously been a dirty word among cap-

W HO was the linguistic star of the hearings? My vote goes to Sena-tor William S. Cohen, who castigated Poindexter on the abuse of language in politics: "I find it troubling when you say that 'I withheld information from Congress but I did not mislead it.' Or that the administration's support for the contras was secret activity but not covert action. . . Or that the transfer of funds for the sale of weapons was a technical implementation, not a substantive decision."

Tag

- **S** 

<del>- 1</del>

排暖。

----

1

...........

Later, in a colloquy with Donald Regan, Cohen - the only Republican senator from Maine ever to have published a book of poemsobserved that the chief of staff had "slipped the surly bonds of public service." This remark to a man who had been shoved off the pinnacle of power was an allusion to John Ga. Magee Jr.'s poem "High Flight," which begins, "Oh, I have slipped the surly bonds of earth."

New York Times Service

HOTELS

TTALY

Venice \*\*\*

La Fenice et des Artistes

5 min. wolk San Morco. All conforts. INTIMATE ATMOSPHERE Tel: (39-41) 5232333 Tbc 411150

SWITZERLAND

INCERNE, GRAND HOTEL EUROPE has vocations. Free porting. Tel: [041] 30 11 11, The 77657 CH.

USA

TUDOR HOTEL New York 500 rooms. Feshionable East Side of Machattan near United Nations. Reconcible rates. Tal. 212/96-8800 or 800-221-1253. Tile 422951.

**EDUCATION** 

SPEAK FRENCH FAST, UNIQUE meth-

## ANNOUNCEMENTS MOVING LOSE FEAR OF WATER

Private Lessons: 2.2, or 7 Days with the ADULT SWIMMING ACADEMY in the Begant Surroundings of the GRAND HOTEL DU PARC? \*\*\*\*\* 1824 VILLARS/SWITZERLAND TEL: 25/35 21 21. TLX:456 218

US STUDENTS "Work in Ireland" Prous a summer to wark in ireland Fro-gram. Make this the year UZ encoun-ter ireland and the linish - register for a world-frevel program for up to 4 months. For details call Frank Modain at (01) 730 3402 or visit London Stu-dent Travel, 52 Grovenor Gordens, London SWIW OAG, Open Man-Fri 7-Open, Softways 9-Spm. LOSE WEIGHT, GIVE UP SMOKING
+ dinking, Lacrn stree control in a
very exclusive private medical cinic in
W. Germany. 45 mins Zurich Airport.
Write or phone CHRISTIANA CLINIC,

Menzenschwander Str. 32, D-7822 S Sasien, W. Germany. (0) 7672-48010 AMERICAN HOSPITAL OF PARIS-Accredited U.S. Hospital. 24 hour Emergency Service. English spoten. Blue Cross. 43 Boulevard Victor Hugo, 92202 Neutly Sur Seine. (10 emindes from Etoile). Phone: 47 47 53 00. ROME SAMARITANS. Depressed, de-spoiring, suicidal Tall to ut in com-plete confidence on Rome 06-6789227 everyday 4:30-10:30pm. BRIONEL THE FENEST hand-made suit. Largest selection in Switzerland at WEINBERG the leading men's stone. Baterholstr. 13-Zurich. 01/211 29 50.

ALCOHOLICS ANONYMOUS in English, Poris (doily) 4634 5965. Rosse 678 03 20, Netherlands (020) 256057 **PERSONALS** 

MOVING ARTINI TECHNOTRANS - NCE / CANNES, Tal. 93.39,43,44, Overseas Moving - Storage - Podáng - Air/Sea Shipping, Car/Bagsage, Ceptance.

### **ALLIED** WORLDWIDE MOVING (1) 43 43 23 64 COMPA 64 COMPAGNÉ GENERALE 93 21 35 72 KRUPT NICE

(069) 250066 ON AMERIKANS (01) 953 3636 ALLIED VAN LINES (0101) 312-681-8100

GLOBAL RNIERNATIONAL
PARIS (1) 47.20.28.28
TELEFAX (1) 47.20.93.68
TELEF 648267
20 OFFICES AROUND THE WORLD
Poris Personnel Fully Banguck

REAL ESTATE FOR SALE FRENCH PROVINCES CEVENNES MONTPELLIER AREA in picturesque villoge, 5-room stone house, gorage, gorden, Adking F380,000. Country 3-room stone house, golendid view, some land. Asking P250,000. 67.82.82.25 for details. ENTHIOUSE INTERNATIONAL CANNES recitors-rentals and sales. Tx 461425 Tel 93333040 ask for Serge "If you can afford it: we've got it...." MONACO

MONTE CARLO Principality of Monaco Unique in Principality of Manaca upons penthouse in a readern re lence with park, swimming pool of INTERMEDIA Monte Carlo Tel: 93 50 66 84 Te: 469477 MC

The Architects of lime

#### REAL ESTATE TO RENT/SHARE FOR SALE MONACO MONTE CARLO

SPACIOUS CENTRALLY LOCATED STUDIO APARTMENT for sole, entirely renovated, in perfect stee, office use possible. For further detait please contoct the Endury Agent: A.G.E.D.I. SWITZERLAND

**SWITZERLAND** Foreigners can bay APARTMENTS, CHALETS & VILLAS directly from SWISS BUILDERS/DEVELOPIES on LAKE GENEVA/Mentraux, countries or MOUNTAIN RESORTS from SF125,000, 60% credit, 65% interest, 500,000 for credit, 65% interest,

52, Monthrillott, CH-1202 GENEVA. Tel: 022/341540. Teles: 22030 LAKE GENEVA AREA. A number of top villes, loke view, 4/5 bedrooms, large living, ground SF1 million. Tell. 021/22 35 12 - RM - Globe Flon REAL ESTATE

TO RENT/SHARE FRENCH PROVINCES CLOSE TO GENEVA furnished flat with cleaning service on private golf. Weekly rotes, Tel 50953088 France T: Pub Annecy 385417 Fax 33-50437626 GREAT BRITAIN

HOLLAND PARK, 2-bedroom flet, bo corry, garage, near central line, long company list only. £400/week, Tel: 603 5012 eves/day 581 3623 Ext 144 CHELSEA. WONDERFUL 2-bedroom mews. £350/week. Tel: 01 589 8223.

## INTERNATIONAL CLASSIFIED REAL ESTATE

GREAT BRITAIN LONDON, FLATS AND HOUSES TO AMERICAN STANDARDS. Consult PG. Listinch. Lie. (01) 352 8111 for Knightbridge. Kensington, Chelson, Belgrovia. Tel. (01) 386 9882 for Re-gents Part, Prisarous HE, St. Johns Wood, Swiss Cottogs. Tel. (01) 727 2233 for Holland Port and Kensington ... or The 27846 RESIDE G.

PARIS AREA FURNISHED

UNIQUE SLPER

EQUIPPED APARTMENTS Studio - 40 sq.m. 2 rooms - 60 sq.m. 3 rooms - 105 sq.m. 4 rooms - 140 sq.m. WITH UNIQUE CONDITIONS FLATOTEL INTERNATIONAL

14 rue du Theatre, Paris 15th Tel: 45 75 62 20 **Embassy Service** 8 Avs. de Messine 75008 Paris

YOUR REAL ESTATE AGENT IN PARIS 45.62.78.99 TH A FAMOUS BUILDING

The Claridge Residence FOR 2 WEBS OR MORE stude, 2 or 3-room operhants ARE AVALABLE FOR MOVING INTO BIGHT AWAY TEL: 43 59 67 97

PURNISHED & UNFURNISHED FIRST-CLASS APARTMENTS Minimum rentol 2 months. Also State & houses for sole. NOTER LIBRIS, ), rue Mollier, Poris (8th). Tel. (1) 4563 1777

## TO RENT/SHARE PARIS AREA FURNISHED

Paris 15th: Penthouse - 3 BEDROOM + LIVING FLAT - STUDIO 25 SQLM. Luxurious equipment and furniture TERRIFIC RIVER VIEWS KFR 42.96.88.88.

FACING HOTEL
CONCORDE LAFAYETTE
LURUNOUS duplex studies Luxurious duplex studios Both, phone, no opency fees. F5,900 rent by morals. Short term lease Visit today from 11 cm - 5 pm. 95 Bid Gouvion St. Cyr. Poris 17th. Tel. (1) 43 59 65 81

ILE ST LOUIS Superts living + 2 bedrooms. F10,000. Tek 45 27 12 19.

**MARAIS** Separts living + 2 badrooms. F6,200. Tel: 45 27 12 19.

16th BOULDGNE, high class oper-ment, on wood, living, 2 bedrooms, 2 bedrooms, w.c., equipped bitchen, F12,000. Free 3 months, 1el 4569 3331 office hours or 45 25 90 76 evenings. AVENUE FOCH. Owner rents 2 rooms, locariously franched from Sapt 7th to Oct 5th. F25,000. To single person only. Call. 45 00 19 74

REPULY, beary duplex, fiving + bed-room & bath, equipped littinen, well decorated, garden view. Hinad parti-ing, 18,500 + charges, 47 57 43 00. MCDERN 2/3 bedrooms with garage, Montpornase. Short or long term. Tek 43 25 35 09. PATHOUSE, AVE. MONTAIGNE. High class, furnished, 130 sq.s. + terroce. 47 27 97 04/ 42 66 10 05 COMPORTABLE TO LUCURIOUS -Fully equipped apartments, all creas Doy/week/month. 46 33 68 47 c.m.

ARE YOU LOCKING FOR a Studie ? We have special summer weekly or monthly raise, left bank. 43273883 6th. ST. GERMARN, studio, 1st floor, colm, latchenath, shower, phone. F800 / week. Tel: 45 31 64 83

#### TO RENT/SHARE PARIS AREA FURNISHED LUXURGOUS APARTMENTS, from stu-dios to 5 rooms, Tel: 47 20 94 95. 6th ST SULPICE, STUDIO for 1 person, phone, F3,100, Tel: 42 22 83 50.

PARIS AREA UNFURNISHED LOCKING FOR

AN APARTMENT! Don't look any further, we have severe opertments available: studios, 2, 3, 4, 5 6 rooms or more, villas sta... PARIS, NEURLY AND SUBURES ROBERT MASSARE S.A. 45 63 17 27

ILE ST LOUIS View on Seine, double living, 1 bed room, oil comforts + studio on the some loading. Pf.000 + Corges for holfs. Visit boday, between middley one 4 pm. 4 rue Boutarel, 75005 Poris. BOUGIVAL - 124 squa. 4 bedroom

with balcony overlooking park F8,000 + charges. Tet 39 18 01 06. USA NYC 46th (5th-6th) furnished I bed room I yr sublet \$650 mo + deconi + \$4,000 key. Box 4892, Herald Tri-bune 92521 Neutly Codex, Franca REAL ESTATE WANTED/EXCHANGE U.S. DOCTOR, wife & son seek fur-nished 2 bedroom in 7th, 8th, 16th from Sept. '87 through June '86. Tel.4286-9748 pm

EMPLOYMENT GENERAL POSITIONS AVAILABLE ACCOUNTANT, #1 French chain of women's beinwer seek blingsof Fren-dv/English accountant. Knowledge Lotus 1-23 min 2 yrs experience. Nosume: Alain Manouliaan, 342 Madisa Awa, Suite 205, NY, 1<u>0017 NY US</u>A

GENERAL POSTTIONS WANTED CARTOCNIST SEEKS WORK. Books, newspopers, agency, Contact: A Crabbe, 15 rue Worlebarts, 8-1060 Brussels, Belgium. Tek 322 /537 70 84

new TAX-PREE used Codifica + Mercades Range Rover + Bizzer Cascartus + Trons Am and other males some day registration possible renewable up to 5 years **ICZKOVITS** 

Claridenstrosse 36, CH-8027 Zurich Tel: 01/202 76 10, Teles: 815915.

## **International Business Message Center**

ATTENTION EXECUTIVES Publish your business m in the international Heri in the international Harvald Tri-bune, where more than a third of a million readers world-wide, most of whom are in business and industry, will read it. Lest takes us (Paris 673595) before 10 c.m., as-swing that we can takes you back, and your message will appear within 48 hours. You must include complete and verificials hilling address.

BUSINESS OPPORTUNITIES OFFSHORE & UK

LTD COMPANIES LTD COMPANIES

Incorporation and management in UK, bie of Man, Gloraby, Turks, Angulic, Penema, Liberia, Chossel Islands, & most other efficient covice.

O Confidential covice.

O Confidential covice.

O Recompanies services.

O Bear stares.

O Accounting & colomistration.

O Accounting benefits from:
INTERNATIONAL CORPORATE SERVICES LID.

Seringfield C., New Confidence.

RL, Desgles, (eds.4): 24000

Telex 622534 SEECT G

London Representative.

2.5 Cid Send S.; London W!

Tel 01-473 CM, The 26207 SCSIDN G

Face (6224): 24000

o 2nd possport", Updated version, 12 recommendations, Detaile WMA, 45 Lyndhurst Toe, RM 560, Hong Kong

BUSINESS OPPORTUNITIES COMPUTER PORTRAITS T-SHIRT FOTOS

3th. HOUSE 140 sq.r. + terracu. F10.000. Tek kampakit 48 55 06 09.

Litest full color systems disc produce biorhythms & T-shrif tronsfers in colors. Simple to operate. No special training required. A real money maker that can bring you US\$1,000 per day & more (all costs and mostly profit). Light weight & portable for form, shopping areas, holiday resorts, amesument parties, shows, airports or any high traffic locations. Color systems from DM 39-500 FOB Frandford. Used B+W Systems (file new) from DM 13,900. Kenco Dept. A17, Beathowardr. 9, 6000 Frandford, W. Garmony. Tel. (89) 74/7808. The 412/13.

WHICH STOCKS MAKE MONEY?

that question with investors the three-weekly Manaco-insmalal report. Those who took based financial report. Those who took car 30 winning recommendations in the past three morths chreatly know the crower. Hard fach, concine reporting, eight pages of direct leads to profit on the world's listed stack tourists. Sub-scribe. Send 590 for 17 reports a year to Investors World, 6 8d das Moulins, Monte-Carlo, MC 98000 Monaco. Tak-633 25 807 00 of 119, 93. Stephen Road, Saling, London W13. Tek (01) 978 3792. LA.C.M. for all your business and private flights throughout the world. We fly Lear jet Circhous, Falcon, Our services are well known all over the world and we can also provide limous ne-services, so you can count on an establish of the production of your interest. Please oppy to our head office in Roterdam: let 31-(10) 4135360 or telex 25700

Asten Company Formation (Jd., 19 Peel Rd. Dougles, Ide of Man, Tal (0624) 26591, Tb. 627691 SPIVAC For 0624 25126 INTERNATIONAL OFFSHORE COMPANY INCORPORATIONS
FROM US\$150
Comprehensive professional services include someoes, from the someoes, from the someoes, from the someoes, road forwarding worldwide lagest Researces National House, Santon, Ide of Man.
Phones (0524) 824555
The 628392 Island G Fore; (0524)823949

OFFSHORE FORMATIONS AS Countries JP, 223 Regent St., London, Tal. 01 629 7020 Ts: 893911 G. Fex 7343970

The state of the s

BUSINESS OPPORTUNITIES BUSINESS OPPORTUNITIES RECT MARKETING EXECUTIVE European list management and bro-lescope company with extensive US contacts looking for drest manistrial list executive with distily to negatiate with European disent and US fair man-agers. Write in confidence to Earli-wood Limited, Springfield Court, New Codettows Read Develor, Island **INDONESIA** EXCELLENT

**OPPORTUNITY** One of the leading French industrial groups wishes to cooperate with any company willing to introduce itself and produce in Indonesia, if you are looking for a local portner with sucheming for a local portner with sucheming entering the produced appropriate processing facilities, please send short resums and contact to Box 4815, Herald Tribune, 92521 Newly Cadox, France BUSINESS SERVICES MONEY EXCHANGE

open 7 days a week - 10am-7pm |Si : St Honore, Paris 1 Tel 42972728 For bigger amounts: aegotioble roles OFFSHORE COMPANIES Free professional consultation
 Worldwide incorporations
 Inanediate availability
 Indianation are researches
 Indianation are researches
 Full administration services CONSULATES/All University Decrees / Immigration 63 countries. GMC, 26 Kleomenou, Athens 106-76 Greece. OFFICE SERVICES

is ready when you seed it, even for a couple of hears

• ruly fundamed modern offices and conference rooms to rest by the hour, day, mostly etc...

• Your social or personent base...

• Preside realing address, all services BOSS BLINO EXPRESS

91, Fig 38-Hansers 73008 Paris
Tek 42 66 90 75. The 642.066F

YOUR OFFICE IN PARIS

MONACO The Compoler Bury AI Office Servic 24 ove de la Casta, MC 98000 Mosco Tel: 93 25 00 71. The 469348. YOUR INIT. OFFICE SERVICE in South America: IMC Dept HT4 - Casilla 3156 PY ASUNCION - Poroguey.

## **AUTOS TAX FREE** LICENSE PLATES expire! Solution: Pun-shon, P.O.B. 2477, CH-6901 Lugano.

HEALTH SERVICES COSMETIC SURGERY for men and women including nose refinement, eor correction, breast entergement or re-duction, from lifts, eyebog/systild cor-rection, how transplanting. The Pount-tey Clinic, 20-26 Staines Road, Hounslow, West London, TW3 3JS. Tel: 01-570 9658.

LEGAL SERVICES US LAWYER, FORMER JUDGE, seri-

92701 USA. Tel: (714) 558-7200. LOW COST FLIGHTS

ARCHITCH COMES TO BURDPE USA cryfime, \$160 or less, east coat; \$259 west coats; \$229 cmywhere else. Parist: 103 rue La Basile (a few yards from Ch. Bysees). Tel: 428910\$1. London; 231 Tottenhom Court Rd. Tel: 6310875

LOW COST FLIGHTS

ACCESS VOYAGES

ond more destinations ...
Discount on 1st & business closs Roses subject to modifications Resistanciers may apply Tel. (1) 4013 0202 or 4221 469-6 rue Plerre Lucott, 75007 Poris Mairo - 852 Chadelet Las Holles A. 1 75 11 الله 1.75.1111

Paris groups, State recognized. Paris: 42 46 99 35. (9 cm - noon) Page 5 FOR MORE Aldwych House, 71-91 Aldwych, Loudon WC2, Tel: (1) 404 44 66 CLASSIFIEDS \*

#### Place Your Classified Ad Quickly and Easily in the INTERNATIONAL HERALD TRIBUNE

By Phone: Call your local IHT representative with your text. You will be informed of the cost immediately, and once prepayment is made your ad will appear within 48 hours.

There are 25 letters, signs and spaces in the first line and 36 in the following lines. Minimum space is 2 lines. No abbreviations accepted. Credit Cards: American Express, Diner's Club, Eurocard, Master Card, Access and Visa.

## **HEAD OFFICE**

Paris: (For classified only): (1) 46.37.93.85.

#### EUROPE Amsterdam: 26-36-15.

Athens: 361-8397/360-2421. Brussels: 343-1899. Copenhagen: 45 1 42 93 25. Frankfurt: (069) 72-67-55. Helsinki: 647412. Istanbul: 145 28 87. Lausanne: 29-58-94. Lisbon: 67-27-93/66-25-44. London: (01) 836-4802. Madrid: 455-2891/455-3306... Milano: 5462573. Bergen (Norway): (05) 134010. Rome: 679-3437. Stockholm: 8/309 119. Tel Aviv: 03-455 559.

#### Vienna: Contact Frankfurt. UNITED STATES

Chicago: (312) 446-8764. Houston: (713) 627-9930. Los Angeles: (213) 850-8339. Tx.: 650 311 7639. New York: (212) 752 3890. Toli free: (800) 572 7212. Tx.: 427 175. Fax: 755 8785.

San Francisco: (415) 362-8339.

SOUTH AFRICA

Bryanston: 706 14 08.

## LATIN AMERICA

Bogoto: 236 9747 - 256 6096. Buence Aires: 804 40 31/9 Ed. 54 (Dept.312). Corocos: 262 2043 Guayaquil: 52 28 15. Lime: 417 852 Mexico: 535 31 64, Panama: 69 09 75. Rio de Janeiro: 222 50 45. **Santiago:** 696 15 55. MIDDLE EAST

Amman: 62 44 30. Bahrain: 256032 Beirut: 341 457/8/9. Cairo: 3499838. Doha: 416535. Dubai: 224161. Jeddah: 667-1500. Kuwait: 538-6152. Oman: 70 41 86.

Tunis: 710 797. **FAR EAST** Bangkok: 258 32 59. Hong Kong: 5-861 06 16. Manila: 817 07 49. Seoul: 735 87 73.

Singapore: 223 64 78/9. Taiwan: 752 44 25/9. Tokyo: 504-1925. AUSTRALIA Melbourne: 690 8233. Sydney: 929 56 39, 957 43 20. Perth: 328 98 33.

Paddington, Queensland: (07) 369 34 53. NEW ZEALAND Avddand: 775 120.







